

CENTRAL GOVERNMENT

FINANCE ACCOUNTS

1944-45

AND THE

AUDIT REPORT

1946



TABLE OF CONTENTS

	Reference to	
	Paras	Pages.
Certificate of the Auditor General of India	..	1
A —GENERAL FINANCE ACCOUNTS.		
I —REPORT		
Introductory ..	1—3	2—3
Summary of the transactions for the year under report	4	4—8
Important variations from Budget Estimates	5	9—14
Revenue position of the Government—General Remarks	6	15—16
Capital Outlay outside the Revenue Account—		
Capital Outlay during the year	7	17
General statement of financial results of Commercial Departments—		
(i) Railways, (ii) Posts and Telegraphs Department and (iii) Irrigation	8—10	18—22
Review of Debt Position—		
Statement of Borrowings	11	23—29
Service of Debt	12—13	29—31
Loans and Advances by the Central Government	14	33
Guarantees given by the Central Government in respect of loans raised by Provincial Governments, Railway Companies, Local Bodies, etc	15	33
Summary of General Financial Position	16	34—36
II —ACCOUNTS		
No 1 —General abstract of receipts and disbursements	..	37
No 2 —Summary of revenue and expenditure by major heads	.	38—42
No 3 —Statement showing the distribution between non-voted and voted expenditure		43
No 4,—Detailed account of revenue by minor heads		44—55
No 5 —Detailed account of expenditure by minor heads	.	56—82
No 6 —Statement of Capital Expenditure outside the Revenue Account during and to end of the year		83—89
B —DEBT, DEPOSITS AND REMITTANCE ACCOUNTS		
I —REPORT		
Introductory ..	1—3	91
Review of Balances—		
General statement of balances	4—5	92—93
Section A to M, Part of Section P and Sections S (II) and T—Government Account	6—10	93—95
Section N —Public Debt	11—20	96—100
Section O —Unfunded Debt	21—54	101—111
Section P —Deposits and Advances	55—237	112—178
Section Q —Loans and Advances by the Central Government	238—261	179—188
Section S —Remittances	262—284	189—197
Section T —Transfer of cash between England and India	285	198
Section V —Cash Balance	286—289	199
II —ACCOUNTS.		
No 1 —Summary of receipts and disbursements by major heads	..	200—203
No 2 —Statement showing Capital and other Expenditure (outside the Revenue Account) to end of the year 1944-45 and the principal sources from which funds were provided for that expenditure		204—205
No 3 —Statement of debt and other interest bearing obligations showing the additions to and discharges of debt, etc, during the year and the amount of debt, etc, at the commencement and close of the year		206—210
No 4 —Statement of loans and advances showing the amounts advanced and repaid, interest received during the year and the balances of such loans and advances at the commencement and close of the year	..	211—212
	..	213—219


**FINANCE ACCOUNTS OF THE CENTRAL GOVERNMENT FOR THE YEAR
1944-45 AND THE REPORT OF THE AUDITOR GENERAL OF INDIA**

Certificate of the Auditor General of India

This compilation containing the Finance Accounts of the Central Government for the year 1944-45 and the report of the Auditor General of India presents the accounts of the receipts and outgoings of the Central Government for the year, together with a report on the financial results disclosed by the different accounts and other data coming under examination, that is to say, both the revenue and capital accounts, the accounts of the Public debt and the liabilities and assets of the Central Government as deduced from the balances recorded in its books and other information. It supplements the reports of the Auditor General of India on the accounts of the audited expenditure of the Government for the year, separately presented in the form of Appropriation Accounts for each Grant. In compliance with Section 169 of the Government of India Act, 1935, the Auditor General's report on the accounts accompanied by the accounts themselves is submitted by the Auditor General to the Governor General to be laid before the Legislature.

The accounts for 1944-45 which as Auditor General I am required to audit, both the Finance Accounts, and the Appropriation Accounts, have been examined under my direction in accordance with the provisions of the Government of India (Audit and Accounts) Order, 1936. Likewise, as prescribed by Section 170 of the Government of India Act, 1935, the accounts of transactions of the Government in the United Kingdom have been audited by the Auditor of Indian Home Accounts under my general superintendence. It is to be noted that the Auditor General's responsibility for the audit of the accounts of the Government does not extend in full to the audit of the accounts of revenue, but I am satisfied on the best information available that the accounts of revenue included in the Finance Accounts herewith presented give a correct statement of the sums brought to account. Subject to these observations and also to those contained in the detailed reports which follow and in the reports on the Appropriation Accounts, the accounts now presented are correct statements of the receipts and outgoings of the Central Government for the year 1944-45.

SIMLA ;

 B. M. STAIG,
Auditor General of India

The 2nd September 1946.

A —GENERAL FINANCE ACCOUNTS**I —REPORT****INTRODUCTORY**

1. *Main Divisions of Accounts* —There are four main divisions of Government accounts.—

(1) Revenue.

(2) Capital.

(3) Debt.

(4) Remittance.

The first division deals with proceeds of taxation and other receipts classed as revenue and the expenditure therefrom, the net result of which represents the revenue surplus or deficit for the year. The second division deals with expenditure met usually from borrowed funds with the object either of increasing concrete assets of a material character, or of reducing recurring liabilities, such as those for future pensions by payment of the capitalised value. It also includes receipts of a capital nature which can properly be applied as a set-off to capital expenditure. The third division comprises receipts and payments in respect of which Government incurs a liability to repay the money received or has a claim to recover the amounts paid, together with repayments of the former and recoveries of the latter. The fourth and last division embraces all merely adjusting heads, *e g*, cash remittances from one treasury to another, transfers between different accounting circles and remittances between India and England. Credits and debits taken to the adjusting heads in the first instance are cleared eventually by adjustment under final heads.

The transactions included in these accounts represent mainly the actual cash receipts and disbursements during the financial year April to March, as distinguished from amounts due to or by Government during the same period. The cash basis system is, however, not entirely suitable for recording the transactions and presenting the true state of affairs of Government Commercial undertakings run on commercial principles. The detailed accounts of this class of undertakings are, therefore, maintained outside the regular accounts in proper commercial form and these accounts are subject to a suitable check by the Indian Audit Department.

2 *Sections and Major Heads of Accounts*.—Inside each of the four divisions mentioned above, the transactions are grouped into Sections which are further sub-divided into Major Heads of Accounts. The Sections are distinguished by letters of the alphabet, a single letter denoting the Revenue portion and a double letter denoting the Capital portion of particular category of transactions. The Major Heads in the Revenue and Capital divisions are numbered serially, Roman numerals being employed on the receipt side and Arabic on the disbursement side. Non-numbering is adopted for Debt and Remittance heads, though these are also arranged in Sections.

The Major Heads are sub-divided into Minor Heads and the Minor Heads into Sub-heads and Detailed heads. Under each of the Major and Minor Heads, the expenditure is shown distributed between non-voted and voted. The Major and Minor Heads and the Sub-Heads prescribed for the classification of expenditure in the general accounts are not necessarily identical with the Grants, Sub-heads and other units of allotments which are selected by the Finance Department for the Demands for Grants and the Appropriation Accounts, but in general, a certain degree of correlation is maintained between the Demands for Grants and the Appropriation Accounts on the one hand and the Finance Accounts on the other.

3 *Balances and Reserves* —The accounts work from balance to balance, these balances working up to the general cash balances, a small portion of which is kept in the treasuries all over India and in the Bank of England in England, while the bulk has been deposited with the Reserve Bank of India. Apart from these cash balances are the Cash Balance Investment Account and other special Reserves invested outside the general cash balances of Government.

(Throughout this year of the report the amounts shown represent thousands of rupees unless the contrary is specifically indicated.)

SUMMARY OF THE TRANSACTIONS OF THE YEAR UNDER REPORT 1944-45

1. A summary of the detailed transactions during the year under report as compared with the Budget for the year is given in the subjoined statement

RECEIPTS	Budget Estimates 1944-45 (2)	Actuals 1944-45 (3)	More (+) Less (-) (4)	DISBURSEMENTS	Budget Estimates 1944-45 (6)	Actuals 1944-45 (7)	More (+) Less (-) (8)
(1)				(5)			
I—REVENUE							
REVENUE—							
PRINCIPAL HEADS OF REVENUE—							
Customs	28,00,00	39,76,53	+11,76,53	Customs	95,52	1,00,02	+4,50
Central Excise Duties	40,90,50	38,14,37	-2,76,13	Central Excise Duties	2,01,49	2,98,45	+96,96
Corporation Tax	81,61,00	83,65,30	+2,04,30	Corporation Tax	45,13	47,52	+2,39
Taxes on Income other than Corporation Tax	77,20,00	81,08,83	+3,88,83	Taxes on Income other than Corporation Tax	54,93	61,15	+6,22
Salt	9,25,00	9,29,21	+4,21	Salt	1,40,10	1,23,83	-16,27
Opium	80,00	1,03,68	+23,68	Opium	1,24,84	1,08,37	-16,47
Land Revenue	24,76	31,07	+6,31	Land Revenue	10,50	9,72	-78
Provincial Excise	45,12	69,57	+24,45	Provincial Excise	4,42	5,08	+66
Stamps	63,88	78,98	+15,10	Stamps	42,05	54,95	+12,90
Forest	6,85	7,82	+97	Forest	16,56	16,92	+36
Registration	1,85	1,75	-10	Registration	13	16	+3
Receipts under Motor Vehicles Acts	4,72	6,55	+1,83	Charges on account of Motor Vehicles Acts	3,43	4,39	+96
Other Taxes and Duties	5,86	7,20	+1,34	Other Taxes and Duties	10	11	+1
Total Principal Heads of Revenue	2,39,29,54	2,55,00,86	+15,71,32	Total Direct Demands on the Revenue	7,39,20	8,30,67	+91,47
EXPENDITURE—							
DIRECT DEMANDS ON THE REVENUE—							
Railways—Net Revenue	71,53,56	78,12,05	+6,58,49	Railway,—Interest and Miscellaneous Charges	40,35,32	46,12,05	+5,76,73
Irrigation—Net Receipts	2,51	1,68	-83	Irrigation	9,51	8,35	-1,16
Posts and Telegraphs—Net Receipts	12,33,12	11,22,74	-1,10,38	Posts and Telegraphs	1,02,27	98,09	-4,18
Debt Services	1,44,72	1,78,58	+33,86	Debt Services	20,13,98	21,70,27	+1,56,29
Civil Administration	1,43,31	2,47,68	+1,04,37	Civil Administration	18,59,89	24,01,70	+5,41,81
Currency and Mint	9,99,21	12,46,36	+2,47,15	Currency and Mint	2,33,89	2,08,27	-25,62
Civil Works and Miscellaneous Public Improvements	56,71	76,54	+19,83	Civil Works and Miscellaneous Public Improvements	3,65,47	-1,74,90	-5,40,37
Miscellaneous	1,61,70	2,17,38	+55,68				

Defence Receipts	10,33,88	16,60,87	+6,26,99	Miscellaneous	6,63,67	6,53,09	-10,58
Extraordinary Items	11,40,55	18,77,94	+7,37,39	Defence Services	2,86,94,94	4,12,09,61	+1,25,14,67
				Contributions and miscellaneous adjustments between Central and Provincial Governments			
				Extraordinary Items	4,50,78	8,75,50	+4,24,72
				Capital Expenditure within the Revenue Account (Details by Major Heads are given in Account No 2)	22,86,21	31,03,17	+8,16,96
					14,59	1,41	-13,18
Total Revenue Receipts.	3,59,98,81	3,99,42,68 (A)	+39,43,87	Total Expenditure on Revenue Account	4,14,69,72	5,59,97,28 (A)	+1,45,27,56

II.—CAPITAL

CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT (Details by Major Heads are given in Account No 2)—
 Railways
 Posts and Telegraphs
 Capital outlay on Vizagapatam Port
 Civil Works—Initial Expenditure on New Capital at Delhi
 Miscellaneous — Payments of Com-muted value of Pensions
 Defence Capital Outlay
 Capital Outlay on Schemes connected with the War, 1939

28,70,02	18,16,58	-10,53,44
2,34,42	3,08,47	+74,05
	-1,11	-1,11
8,27	1,55,29	+1,47,02
-35,99	-34,84	+1,15
24,60,00	62,82,52	+38,22,52
-6,63,69	-3,54,32	+3,09,37
48,73,03	81,72,59	+32,99,56
Total		

III.—DEBT.

PUBLIC DEBT—

Debt raised in India—

Permanent Debt	3,00,00,00	2,07,71,93	-92,28,07
Floating Debt	5,75,00,00	3,74,09,00	-2,00,91,00
Total	8,75,00,00	5,81,80,93	-2,93,19,07

Debt raised in England—

Permanent Debt	20,00	30,47	+10,47
Floating Debt	5,75,00,00	3,97,99,75	-1,77,00,25
Total	3,33,10	4,30,16	+97,06
5,78,53,10	4,02,60,38	-1,75,92,72	

(A) Revenue deficit during the year 1,60,54,60

FINANCE ACCOUNTS, CENTRAL GOVERNMENT.

RECEIPTS.	Budget Estimates 1944-45.	Actuals 1944-45	More (+) Less (-)	DISBURSEMENTS	Budget Estimates 1944-45	Actuals 1944-45.	More (+) Less (-)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
UNFUNDED DEBT							
Deposits of Service Funds ..	23,95	23,80	-15	Special Loans ..	8	7	-1
Post Office Savings Bank Deposits ..	40,51,50	44,97,95	+4,46,45	Deposits of Service Funds ..	33,53	33,62	+9
Defence Savings Bank Deposits ..	3,91,50	4,52,65	+61,15	Post Office Savings Bank Deposits ..	24,00,00	28,93,58	+4,93,58
Post Office Cash Certificates ..	5,75,00	5,47,50	-27,50	Defence Savings Bank Deposits ..	1,50	1,99	+49
Post Office National Savings Certificates ..	28,00,00	19,39,73	-8,60,27	Post Office Cash Certificates ..	5,00,00	4,31,11	-68,89
Indian State Certificates ..	11,15,91	14,55	14,55	Defence Savings Certificates ..	1,25,00	54,53	-70,47
State Provident Funds ..	1,30,80	1,28,23	-2,57	Post Office National Savings Certificates ..	6,78,50	7,37,24	+58,74
Other Accounts ..	90,88,66	87,69,35	-3,19,31	State Provident Funds ..	93,25	1,00,37	+7,12
Total ..				Other Accounts ..	38,31,86	42,53,70	+4,21,84
DEPOSITS AND ADVANCES—							
<i>Deposits bearing Interest—</i>							
Railway Depreciation and Reserve Funds ..	27,96,08	34,89,64	+6,93,56	Deposits bearing Interest—	23,00,00	11,20,25	-11,79,75
Renewals Reserve Fund—Posts and Telegraphs ..	1,46,95	1,46,78	-17	Railway Depreciation and Reserve Funds ..	65,94	35,96	-19,98
Other Reserve Funds ..	7,48	7,50	+2	Renewals Reserve Fund—Posts and Telegraphs ..	77	56	-21
Other Deposits ..	1,01,84,00	98,20,99	-3,63,01	Other Reserve Funds ..	34,61,00	37,09,06	+2,48,06
<i>Deposits not bearing Interest—</i>				Other Deposits ..	8,38	5,59	-2,79
Appropriation for Reduction or Avoidance of Debt—				<i>Deposits not bearing Interest—</i>	1,00	1,04	+4
Sinking Funds ..	95,04	95,04		Fund for Economic Development ..	20,00	1,02,29	+82,29
Other Appropriations ..	2,04,96	2,04,96		'and Improvement of Rural Areas ..	2,00	85	-1,15
Silver Redemption Reserve ..	20,00	1,02,26	+82,26	Funds for the relief of the Ground-nut cultivators ..	1,00,00	79,63	-20,37
Civil Aviation Fund ..	3,00	3,00		Silver Redemption Reserve ..	19,07	5,68	-13,39
Central Road Fund ..	1,50,00	1,52,01	+2,01	Civil Aviation Fund ..			
Post Office Cash Certificates Bonus Fund ..	29,00	35,11	+6,11	Central Road Fund ..			
				Fund for Development of Civil Aviation ..			

FINANCE ACCOUNTS, CENTRAL GOVERNMENT.

	2,11	+2,11	2,11	+2,11
Defence Reserve Fund	2,11	+2,11	2,11	+2,11
Defence Savings Certificates Bonus Fund	14,13	+14,13	1,85	—8
Fund for Development of Civil Aviation	15,00	—4,32	1,93	—41,53
Fund for Development of Broad-casting	..	+14	47,70	+6,12,74
Fund for Special Frontier Expenditure including Development of Broad-casting	10,68	—35,62	25,00	—4,45
Fund for benefit of cotton growers	14	+3,07,61	16,00	—17,99
Sugar Excise Fund	39,62	+1,38,44	20,00	+95,70
Coal Mines Labour Welfare Fund	1,35,00	+31,26	84	—39
Coal Production Fund	13,95	—29,29	3,11,16	+1,00,75
Depreciation Reserve Fund—Government Presses	30,00	+1,09,17	70	+69
Deposits of Local Funds	1,09,17	12,00	91,28,56	+90,19,51
Deposits of Branch Line Companies	..	1,16	40,38,35	—2,35,26
Civil Deposits	1,23	4,13,86	63,91,27	+16,47,64
Other Deposits	3,32,23	1,18	1,19,79	+7,72,05
Transactions connected with the War, 1939	60	2,00,21,73	1,61,04,03	+16,26,73
Advances not bearing interest	93,54,01	44,00,15	1,44,77,30	+23,83,19
Suspense—	59,88,80	1,16,67,90	1,15,00	+5,52,87
Purchases and Sales of Silver	69,24,41	8,41,92	9,83,81	—44,63
Other Suspense heads	10,44,88	8,44	2,80,98	—44,63
Miscellaneous—	1,40,38,95	1,49,10,30	2,36,35	—44,63
Balance of Coorg	10,45,87	38,27,28	24,98,19	+23,83,19
Advances not bearing interest	18,25,48	94,55,78	15,36,68	+5,52,87
Suspense—	2,70,37	2,55,19	2,36,35	—44,63
Purchase and Sales of Silver	..	..	..	..
Other Suspense heads	..	..	..	..
Miscellaneous—	..	..	..	..
Miscellaneous	..	..	..	..
Total	5,47,05,91	8,06,71,38	4,10,26,55	+1,55,62,40

FINANCE ACCOUNTS, CENTRAL GOVERNMENT.

RECEIPTS	Budget Estimates 1944-45	Actuals 1944-45	More (+) Less (-)	DISBURSEMENTS	Budget Estimates 1944-45	Actuals 1944-45	More (+) Less (-)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT—				LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT—			
Recoveries of Loans and Advances	17,13,56	36,15,79	+ 19,02,29	Loans and Advances	4,86,94	13,77,87	+ 8,90,93
				IV — REMITTANCES			
Remittances	15,21,03,50	20,07,69,12	+ 4,86,65,62	Remittances	13,21,83,50	20,57,56,57	+ 6,35,73,07
				VI — TRANSFER OF CASH BETWEEN ENGLAND AND INDIA			
Remittances through the Reserve Banks	2,77,83,34	2,78,66,86	+ 83,52	Remittances through the Reserve Banks	2,77,83,34	2,82,46,86	+ 4,63,52
				VI — RESERVE BANK DEPOSITS—RAILWAYS			
Reserve Bank Deposits—Railways	20,43,33		- 20,43,33	Reserve Bank Deposits—Railways	20,43,33		- 20,43,33
				Total Disbursements	33,24,51,37	40,15,54,20	+ 6,91,02,83
Total Receipts	37,09,37,05	41,93,16,11	+ 4,83,79,06				
				Closing Cash Balance	4,09,17,26	2,66,27,72	- 2,32,89,54
Opening Cash Balance	1,14,31,38	83,65,81	- 30,65,77				
GRAND TOTAL	38,23,68,63	42,81,81,92	+ 4,58,13,29	GRAND TOTAL	38,23,68,63	42,81,81,92	+ 4,58,13,29

IMPORTANT VARIATIONS FROM BUDGET ESTIMATES.

5. Brief explanations of important variations between the Budget Estimates and the Actuals, as exhibited in the foregoing paragraphs, are given below.—

I—REVENUE.

Receipts.

The Revenue receipts of the year under review show a net improvement of Rs. 39,44 lakhs over the budget estimates. Most of the revenue heads showed an increase, the only important exception being “Central Excise Duties” and “Posts and Telegraphs” which together showed a drop of Rs. 387 lakhs.

Increase.

Customs. 11,76,53. The increase is mainly due to larger receipts under “Imports”, due to the general easing of the shipping position during the year. The items which contributed mainly to the increase are spirits and liquors (92,75) spices (23,37), dyes derived from coal tar, etc. (14,82), tobacco (74,00), kerosine oil (42,12), motor spirit (30,34,23), cotton raw (58,35) machinery (92,04) iron and steel (39,08), silver bullion coin, sheets, plates and other manufactures (44,54), yarn and textile fabrics (60,08), betel nut (24,93) and all other articles (3,88,15). The only item which showed an increase in receipt under “Exports” was cotton cloth and yarn (31,58). This was partly offset by more refunds to the Defence Services of customs duty on motor spirit than anticipated (29,77,36).

Corporation Tax 2,04,30 The increase occurred under ‘Excess Profits Tax’ as a result of speeding up assessment and collections of E P T. (2,51,80)

Taxes on Income other than Corporation Tax. 3,88,83 The improvement in receipts under “Excess Profits Tax” was entirely due to stepping up of regular E.P T. assessments (11,60,08). This was counterbalanced by less receipts under ordinary collections (40,57) and surcharge (5 00,25) and increased payments to Provinces for their share of the divisible pool of Income-tax (2,87,00).

Railways—Net Revenue. 6,58,49 The increase was mainly due to more traffic receipts (35 crores), viz coaching earnings (27 crores), goods earnings (8 crores), other earnings (1 crore) and suspense (minus 1 crore), counterbalanced by increase in working expenses (28 crores). The increase under working expenses was chiefly due to the debit to revenue of part of cost of locomotive wagons and boilers received subsequent to 1942-43, the write back from capital of the cost of temporary Military Sidings depots, etc., freight on fuel owing to more quantities of coal having been received from distant sources, increased cost of oil and tallow and other stores, more expenditure on dearness allowance due to revision in rates and increase in staff and on compensation for goods lost or damaged.

Civil Administration 1,04,37 Spread over several heads. Increase mainly occurred under “XXXVI—Miscellaneous Departments”.

Currency and Mint 2,47,15 The increase was mainly due to Central Government’s share of the surplus profits of the Reserve Bank (2,56,76)

Defence Receipts 6 26,99 The increase was due to excess receipts on account of recovery of the cost of lease/lend stores supplied to other departments.

Extraordinary Items 7,37,39. Transfer from the two War Risks Insurance Funds to cover the estimated payments arising out of the Bombay Explosions (compensation) Scheme (8,68,92) partly counterbalanced by fall in receipts of the Goods Insurance Scheme due to reduction in the rate of premium (2,42,14).

Decrease.

Central Excise Duties. 2,76,13 The decrease was mainly under "Tobacco" caused by transport difficulties and by reduced cultivation as a result of the drive in favour of food crops (3,21,73).

Posts and Telegraphs. Net Receipts. 1,10,38 Increase in working expenses (2,56,86) mainly due to increased activities of the Department necessitating more expenditure on pay charges and contingencies and certain other factors such as revision of the rate of dearness allowance, the grant of war allowance, rise in the prices of materials, increase in the cost of militarisation of staff and increased expenditure on maintenance of assets due to increase in assets. The increase in the working expenses was partly counterbalanced by increased revenue (1,46,48) due chiefly to growth in traffic and larger receipts from the three telephone systems at Bombay, Calcutta and Madras taken over from the licensed telephone companies during 1943-44.

Expenditure

The total expenditure in the Revenue Account exceeded the budget estimates by about Rs. 1,45,28 lakhs. Out of this excess, about Rs. 1,25,15 lakhs occurred under "Defence Services," about Rs 5,76 lakhs under "Railways," Rs 5,42 lakhs under "Civil Administration" and Rs. 8,17 lakhs under "Extraordinary Items"

Increase.

Direct Demands on the Revenue. 91,47 Composed of increases and decreases under various heads of which the largest increase fell under "Central Excise Duties" (96,96) due mainly to payment of compensations to certain Provincial Governments for suspension of provincial taxation on the wholesale trade in tobacco.

Railways. Interest and Miscellaneous charges 5,76,73. The excess was due mainly to the payment of Rs 17,89 crores to the Railway Reserve Fund against the budget provision of Rs. 11 crores, owing to larger surplus accruing during the year.

Debt Services —1,56,29 Mainly due to changes in the loan programme during the year and lesser holdings in the Cash Balance Investment Account

Civil Administration 5,41,81 Spread over a large number of heads mainly due to creation and expansion of the branches of the various Departments of the Central Government for the administration of special wartime functions.

Defence Services 1,25,14,67 The increase was chiefly due to expansion of the Defence Services during the course of the year

Contributions and Miscellaneous Adjustments between Central and Provincial Governments 4,24,72 Increased subvention of Rs 5,50 lakhs to Bengal for meeting their heavy expenditure on famine relief was partially offset by the disappearance of the Sind subvention of Rs 1,05 lakhs and the non-utilisation of the provision of Rs 25 lakhs made for possible grants to other provinces

Extraordinary Items —8,16,96 The increase was due to payment of compensation for damage resulting from the explosions in the Bombay docks in April 1944 and expenditure on the relief and rehabilitation of the Naga Hill tribes who suffered considerable damage and dislocation due to Japanese incursions

Decrease

Civil Works and Miscellaneous Public Improvements 5,40,37. Mainly due to larger net credit under suspense—other suspense accounts on account of huge purchase of materials required for the greatly increased works programme in connection with Defence and New Capital Construction

II —CAPITAL.

The actual capital expenditure was more than provided in the Budget Estimates (33,44,89)

Increase

Posts and Telegraphs 74 05 Mainly due to smaller recovery than anticipated from the War Department in respect of works carried under the Tele-Communication Development Scheme (2,10,81), increase in the stores balances of the Department (1,01,63) and smaller credits in respect of sale and abandonment of assets without replacement (12,00). The total increase due to the above causes was partly counter-balanced by the decrease (2,50,19) on account of reduction in capital outlay and increase in credits on account of sales and losses transferred to revenue (20)

Civil Works—Initial expenditure on New Capital at Delhi 1,47,02 The increase was chiefly due to execution of unforeseen major emergent works in connection with the provision of residential accommodation

Defence Capital Outlay 38 22,52 The increase partly represents lump sum payment to His Majesty's Government under the Non-effective Settlement (Rs 20 crores) and partly additional capital outlay on airfields (Rs. 16 crores).

Capital outlay on schemes connected with the War, 1939 3,09,37 Mainly due to overseas purchases of the Food Department and larger expenditure in connection with the various post-budget schemes started during the year

Decrease

Railways 10,53,44 The decrease was due mainly to write-back from capital consequent on the adoption of the special procedure regarding the allocation of the cost of railway assets built or acquired during the war (Rs 10,92 lakhs), curtailment of programme due to changed conditions of the war (Rs 1,78 lakhs), write-back of the cost of military sidings initially charged to capital (Rs 1,66 lakhs), inflationary element in the expenditure on works after 1942-43 (Rs 86 lakhs) and capital cost of abandoned assets (Rs 48 lakhs), and non-adjustment of the purchase price of the Bengal and North Western Railway (Rs 47 lakhs), partly set-off by increase due to payment of share capital of the B. N. Railway Company taken over during the year (Rs 4,01 lakhs) and increase in suspense balances (Rs. 1,56 lakhs)

III—DEBT
(INCREASE +, DECREASE —)

PUBLIC DEBT—

Permanent Debt—Rupee Debt—

Receipts	—92,28,07
Disbursements	+10,47
Net Receipts	—92,38,54

The changes in the loan programme during the year generally account for the variation

FLOATING DEBT—

Receipts	—2,00,91,00
Disbursements	—1,77,00,25
Net Receipts	—23,90,75

The reduction both in receipts and disbursement were due to gradual cancellation of treasury bills throughout the year

STERLING DEBT—

Receipts	Nil
Disbursements	+97,06
Net Disbursements	+97,06

Mainly due to more cancellation of sterling stock through repayments and open market purchases in connection with the scheme of Repatriation of Sterling Debt

UNFUNDED DEBT—

Post Office Savings Bank Deposits —

Receipts	+4,46,45
Disbursements	+4,93,58
Net Disbursements	+47,13

The increased realisation was mainly due to the raising of the annual limits of the Savings Banks Deposits and more withdrawals from Savings Banks than anticipated

Defence Savings Bank Deposits—			
Receipts	+61,15		Due to Small Savings drive
Disbursements	+49		
Net Receipts	+60,66		
Post Office Cash Certificates—			
Receipts	—27,51		Decrease in the issue of cash certificates and less discharges during the year than anticipated
Disbursements	—68,89		
Net Disbursements	—41,38		
Defence Savings Certificates—			
Receipts	Nil		Due to less discharges of Defence Savings Certificates than anticipated
Disbursements	—70,47		
Net disbursements	—70,47		
Post Office National Savings Certificates—			
Receipts	—8,60,27		Mainly due to less sale of National Savings Certificates than anticipated,
Disbursements	+1,18		
Net receipts	—8,61,45		
Indian State Certificates —			
Receipts	+14,55		Due to sale of Hyderabad State National Savings Certificates introduced during the year as a counterpart of the National Savings Scheme
Disbursements	Nil		
Net Receipts	+14,55		
State Provident Funds—			
Receipts	+49,03		Increase under receipts was mainly due to increase in the number of subscribers in the various Provident Funds. Larger withdrawals than anticipated
Disbursements	+58,74		
Net Disbursements	+9,71		
Railway Depreciation and Reserve Funds—			
Receipts	+6,93,56		Due chiefly to more receipts into Railway Reserve Fund on account of the larger surplus and less expenditure from the Depreciation Reserve Fund
Disbursements	—11,79,75		
Net Receipts	+18,73,31		
Other Deposits (bearing interest)—			
Receipts	—3,63,01		Mainly due to less credits under Deposits towards payment of Income Tax and Excess Profits Tax and larger withdrawals under Deposits towards payment of Excess Profits Tax
Disbursements	+2,48,06		
Net disbursements	+6,11,07		
Sugar Excise Fund—			
Receipts	+1,38,44		Mainly on account of the credit of the net proceeds of the Sugar (Temporary) Excise Duty to the Fund created under the Sugar (Temporary Excise Duty) Ordinance, 1943 after the Budget was framed
Disbursements	—4,45		
Net Receipts	+1,42,89		
Fund for the benefit of cotton growers—			
Receipts	+3,07,61		Due to more credits and debits to the Fund than anticipated, in connection with the purchases and sales of Indian cotton
Disbursements	+6,12,74		
Net disbursements	+3,05,13		
Cotton Textile Fund—			
Receipts	+31,26		Variation due to creation of the Fund after the framing of the budget
Disbursements			
Net Receipts	+31,26		

Coal Production Fund—

Receipts .	+1,09,17	Same remarks as above
Disbursements	+95,70	
Net Receipts	+13,47	

Civil Deposits—

Receipts	+1,06,67,72	Both receipts and disbursements exceeded the estimates. The variations were mainly due to abnormal transactions on account of war conditions and to adjustments pertaining to central loan transactions which are initially taken under this head.
Disbursements	+90,19,51	
Net Receipts	+16,48,21	

Transactions connected with the War, 1939—

Receipts	—2,02,96	The decrease in receipt is due to reduction in the rate of premium of the War Risks (Goods) Insurance Scheme. Larger payments from the War Risks Insurance Fund mainly on account of Bombay Explosions accounted for the increase under disbursements.
Disbursements	+7,72,05	
Net Disbursements	+9,75,01	

Other Accounts—

Receipts	+47,43,59	Mainly due to larger receipts and payments under "Accounts of payment in respect of provisional assessment of Excess Profits Tax" made under Section 14A of E P T Act, 1940
Disbursements	+16,47,64	
Net Receipts	+30,95,95	

Advances not bearing interest—

Receipts	+9,01,35	Both receipts and disbursements exceeded the estimates. The large variation were mainly due to abnormal transactions on account of war conditions, advances for purchase of Egyptian Cotton and for Coinage Accounts.
Disbursements	+16,26,73	
Net Disbursements	+7,25,38	

Purchases and sales of silver—

Receipts	+27,81,41	Increased receipts on account of heavier issues of quaternary coinage and net profit from the circulation of quaternary coins were partly counterbalanced by increase under disbursements chiefly due to the value of standard Rupee coin transferred to the Surplus Rupee Stock Account.
Disbursements	+23,83,19	
Net Receipts	+3,98,22	

Loans and Advances by the Central Government—

Receipts	+19,02,29	Increase was mainly due to more recoveries under "Advances to Provincial Governments" and prepayment of the outstanding loan of the Bahawalpur State partly counterbalanced by short term advances to the Govt. of Bengal to tide over its temporary ways and means difficulties in connection with the food procurement operation and loans to Canteen Stores Department for the purchase of stores for Defence Services.
Disbursements	+8,90,93	
Net Receipts	+10,11,36	

IV —REMITTANCES.

Remittances—		
Receipts	+4,86,65,62	Mainly due to expansion of transactions under Indian Money Orders, Exchange Account between England and India, Exchange Account with Defence Services and Other Departmental Accounts
Disbursements	+5,35,73,07	
Net Disbursements	<u>+49,07,45</u>	

V —TRANSFER OF CASH BETWEEN ENGLAND AND INDIA

Transfer of cash between England and India—

Remittances through the Reserve Bank—

Receipts	+83,52	Cash Remittances from India to England and <i>vice versa</i> on Government Account made through the Reserve Bank of India were more than anticipated
Disbursements	+4,63,52	

Net Disbursements	<u>+3,80,00</u>
-------------------	-----------------

REVENUE POSITION OF THE GOVERNMENT.

GENERAL REMARKS.

6. The prospect of an early successful termination of the war due to successive Allied Victories in Europe, in Asia and in the Pacific had a favourable reaction on wide sectors of the economy of the country. The scope of remedial measures instituted by Government to deal with the serious inflationary forces at work in the country's economy was widely extended during the year and steps were taken to provide for larger supplies of essential goods through a free flow of imports partial diversion to other sources of supply of the heavy defence requirements on the country and allocation for civilian use of a part of the productive capacity reserved for defence requirements.

The original budget estimates for the year placed the total receipts at Rs 2,84,97 lakhs and the total expenditure at Rs 3,63,18 lakhs with a prospective revenue deficit of Rs 78,21 lakhs. Several measures of direct and indirect taxation were introduced to reduce the deficit. The direct taxation imposed by the Indian Finance Act, 1944 included (i) an increase in the central surcharge on income tax by 2 pies (from 16 to 18 pies) in addition to the basic rate of 24 pies on incomes from Rs 10,000 to Rs 15,000 and on the balance above Rs 15,000, an increase in the surcharge by 4 pies (from 20 to 24 pies) in addition to the basic 30 pies (ii) an increase of 6 pies in the surcharge on super tax on slabs of income between Rs. 35,000 and Rs 2 lakhs and (iii) an increase in the Corporation Tax from 2 annas to 3 annas, a rebate of one anna in the rupee being allowed on so much of a company's total income as is not distributed in dividends other than dividends payable at a fixed rate. A special provision was made for Life Insurance businesses by which the combined rate of income tax and super tax payable by them was limited to 63 pies with retrospective effect for 1943-44. The indirect taxation comprised (i) an increase from one-fifth to one half in the additional duty levied in respect of the items *viz* (a) spirit (b) tobacco (c) cigars and (d) cigarettes (ii) increase in central excise duties on unmanufactured tobacco and on cigars and cheroots and (iii) three new excise duties, at the rate of two annas a pound, on betel nuts, tea and coffee. The total additional yield from these measures was estimated at Rs 23,50 lakhs. After taking into account the changes due to the dropping of the proposal to raise railway fares and fund the proceeds for financing amenities to passengers, the revenue for the year was placed at Rs 3,08,28 lakhs and the revenue deficit to be covered by borrowing at Rs. 54,71 lakhs.

The revenue accounts, however, closed with an actual deficit of Rs 1,60,55 lakhs or Rs 1,05,84 lakhs more than anticipated as, though the revenue receipts improved by Rs 27 44 lakhs over the budget anticipation, the increase in the actual expenditure over the budget amounted to Rs 1 33,28 lakhs.

The improvement in revenue receipts is mainly accounted for by larger collections under Customs, Taxes on Income rise in receipts under Currency and Mint and increases in revenue from certain other non-Civil Departments. Under Customs, the improvement of Rs 11,76 lakhs resulted mainly from larger importation of consumers' goods due to general easing of the shipping position. The total receipts from Corporation Tax and Taxes on Income exceeded the budget figures by about Rs 5,93 lakhs as a result of speeding up of excess profits tax assessments. The improvement of Rs 2,47 lakhs under Currency and Mint was due mainly to a marked rise in the Government's share of surplus profits of the Reserve Bank of India. Under Extraordinary items, the rise in the receipts (Rs 7,37 lakhs) was mainly due to the transfer of funds from the two War Risks Insurance Funds to cover the payments arising out

of the Bombay Explosions (Compensation) Scheme The Defence receipts also showed an increase of Rs 6,27 lakhs mainly on account of recovery of the cost of lease/ lend stores supplied to other Departments Under Railways, the actual receipts amounted to Rs 2,21,41 lakhs which exceeded the budget anticipation by Rs 34,81 lakhs, the working expenses amounted to Rs 1,43,29 lakhs against the budget provision of Rs 1,15,03 lakhs, the net revenue thus being Rs. 78,12 lakhs against Rs 71,54 lakhs anticipated After meeting Interest and Miscellaneous charges amounting to Rs. 28,23 lakhs, there was a surplus of Rs 49,89 lakhs, of which Rs 32,00 lakhs were transferred to general revenues and the balance of Rs. 17,89 lakhs to the Railway Reserve Fund.

As against these improvements, however, there was a shortfall of Rs 2,76 lakhs under Central Excise, the receipts from which declined from Rs 40,90 lakhs budgeted for, to Rs 38,14 lakhs The decline was mainly under tobacco, caused by transport difficulties and reduced cultivation as a result of the drive in favour of foodcrops. Another head to register a decline was Posts and Telegraphs, the net contributions from which to general revenues were Rs. 10,25, lakhs against Rs 11,31, lakhs budgeted for.

On the expenditure side, of the total increase of Rs 1,33,28 lakhs, Defence Services accounted for Rs. 1,18,88 lakhs The development in the military situation on India's North Eastern Frontier and improvement in the terms and conditions of service of all Arms were the major factors in the heavy increase Other principal increases were (1) under "Railways—Interest and miscellaneous charges" (Rs. 577 lakhs) largely due to increased payment to the Railway Reserve Fund owing to larger surplus accruing during the year, partially set off by a saving under Interest due chiefly to a fall in the rate of interest, (2) under "Civil Administration" (Rs 5,41 lakhs) chiefly due to creation and expansion of the various Departments of the Central Government to meet special war time demands and to transfer of amount to certain funds *e.g.* Sugar (temporary) Excise Fund, Coal Productions Fund etc (3) under "Grants-in-aid to Provincial Governments" on account of an additional *ex-gratia* subvention (Rs 5,50 lakhs) to Bengal to meet their heavy expenditure on famine relief and lastly (4) under "Extraordinary Items" (Rs 8,17 lakhs) mainly due to (i) payment of compensation for damage resulting from the explosions in the Bombay Docks in April 1944 and (ii) expenditure on the relief and rehabilitation of the Naga Hill Tribes who suffered considerable damage and dislocation at the time of the Japanese incursions These increases in expenditure were partly counterbalanced by savings here and there mainly under "Transfer to the War Risks Insurance Funds". As in 1943-44, developments in the military situation combined with improvements in the terms and conditions of service affecting all Arms and an increase in the civil expenditure mainly due to the war were the principal causes of the revenue deficit during the year under report

CAPITAL OUTLAY OUTSIDE THE REVENUE ACCOUNT

Capital Outlay during the year

7. The following table shows the capital expenditure outside the Revenue Account during the year 1944-45 :-

<i>Nature of Expenditure</i>	<i>Amount of expenditure (In thousands)</i>
(1) 67-A —Construction of State Railways—Commercial	6,25,45
(2) 67-B —Construction of State Railways—Strategic	—11,39
(3) 67-C —Capital Contributed by Railway Companies towards Outlay on State Railways—Discharge of debentures	12,02,52
(4) 69 —Capital Outlay on Posts and Telegraphs	3,08,47
(5) 73 —Capital Outlay on Vizagapatam Port	—1,11
(6) 78 —Initial Expenditure on New Capital at Delhi	1,55,29
(7) 83 —Payments of Commuted Value of Pensions	—34,84
(8) 86 —Defence Capital Outlay	62,82,52
(9) 87 —Capital Outlay on Schemes connected with the War, 1939	—3,54,32
Total	81,72,59

The expenditure of Rs. 18·17 crores under items (1) to (3) above is due largely to payment of share capital of the Bengal Nagpur, the Madras and Southern Mahratta Railways by the Government and purchase of stores for stock purposes and food stuffs for grain shops. The last two major heads have been opened with effect from the accounts for 1942-43 to record capital expenditure on schemes connected with the War.

The progressive capital expenditure outside the Revenue Account of the Central Government, as recorded under the various major heads upto the end of the year 1944-45 has been shown in statement No. 6 of Part A-II—Accounts and amounts to Rs. 10,16 crores.

GENERAL STATEMENT OF FINANCIAL RESULTS OF COMMERCIAL DEPARTMENTS

(i) Railways.

8 For the ninth year in succession, Indian Government-owned railways earned a surplus in 1944-45, which amounted to Rs 49 89 crores. After the separation of Railway from General Finances in 1924-25, railways produced surpluses to the end of 1929-30. In the six subsequent years ending with 1935-36, there were deficits in working which were met partly by utilising the available balances in the Railway Reserve Fund and partly by borrowing from the Depreciation Reserve Fund.

During the first seven years of the separation (1924-25 to 1930-31) a total contribution of Rs 41 65 crores was paid by Railways to General Revenues. Of this, Rs 7 82 crores had to be met from the Railway Reserve Fund during the years 1929-30 and 1930-31. No contribution was paid in subsequent years to the end of 1936-37. The further contributions paid during the eight years 1937-38 to 1944-45 amounted to Rs 130 56 crores, thus making an aggregate contribution of Rs 172 21 crores. The amounts paid during the three years ending 1942-43 not only liquidated the arrears of contribution in the years of deficits or inadequate surpluses but included Rs 2 36 crores over and above the amount due. The temporary loans from the Depreciation Reserve Fund amounting to Rs 31 50 crores were also repaid by the end of 1942-43. The payments made to General Revenues and the repayments to the Depreciation Reserve Fund for the three years ending 1942-43 were not in strict accordance with the Separation Convention. From 1st April, 1943, those clauses of the Convention which govern the distribution and allocation of surpluses to General Revenues ceased to be in force. These measures were taken with the approval of the Legislature to assist General Revenues in these abnormal times. It was proposed in the budget for 1944-45 to distribute the surplus of that year between Railways and General Revenues in the proportion of 1 : 3, as in 1943-44, the loss on strategic lines being met from the share of General Revenues. It was later decided to make a net lump sum contribution of Rs 32 crores to General Revenues.

The gross traffic receipts (excluding worked lines) for 1944-45 amounted to Rs 211 99 crores which exceeded the budget expectations by Rs 33 91 crores and the actual receipts of the previous year by Rs 30 45 crores. The increase over the estimate occurred under all classes of traffic, viz., passenger (upper and third class) traffic, other coaching traffic and goods traffic. The most notable increase occurred under upper class passenger traffic, both civilian and military and in parcels traffic due to diversion of traffic from the road and from goods services and running of military specials.

The revenue expenditure of the year (exclusive of worked lines) was Rs 137 89 crores, which exceeded the budget expectations of the year by Rs 27 53 crores and the actuals of the previous year by nearly Rs 33 crores. The increase over the budget was mainly due to the writeback, from Capital or Depreciation Reserve Fund to Revenue, of the cost of temporary military sidings, of the inflationary element in the expenditure on works incurred after 1942-43 and of a part of the cost of rolling stock replaced after 1942-43, increase in the rate and scope of dearness allowance, increase in staff, compensation for accidents and loss of, and damage to goods, installation of wireless equipments, increased freight on fuel, levy of cess on coal and compensation to the Bengal Nagpur Railway for earlier termination of the contract.

The net revenue, inclusive of net miscellaneous receipts, was Rs 77 34 crores, and after payment of interest charges amounting to Rs 27 45 crores there remained a surplus of Rs 49 89 crores which exceeded the budget anticipations by Rs 7 87

crores but fell short of the actuals of the previous year—which were the highest ever reached—by about Rs 1 crore. Of this surplus, a sum of Rs 32 crores was paid to General Revenues, as compared with Rs. 37.64 crores in the previous year, and the balance of Rs. 17.89 crores credited to the Railway Reserve Fund, as against Rs 13.20 crores in the previous year.

The contribution made from Revenue to the Depreciation Reserve Fund was Rs 17.01 crores as compared with the budget estimate of Rs 17.12 crores and the actuals of Rs 16.87 crores of the previous year. The amount withdrawn for expenditure from the Fund for renewals and replacements of assets was Rs 8.19 crores which was Rs 14.82 crores less than anticipated in the budget. The saving was due mainly to the transfer to Revenue and Railway Reserve Fund of a part of the expenditure on rolling stock under the special procedure introduced during the year. The balance at credit of the Fund at the end of the year, after the transfer of Rs 1.08 crores representing the balance in the Renewals Reserve Fund on the Bengal Nagpur, Madras and Southern Mahratta and South Indian Railways on the termination of the contracts, stood at Rs 102.21 crores against Rs 82.05 crores anticipated.

The appropriation to the Railway Reserve Fund was Rs 17.89 crores against Rs 10.84 crores anticipated in the budget. The increase was largely due to a substantial improvement in traffic receipts resulting in a larger surplus. There was a withdrawal from the fund of Rs 2.96 crores to meet arrears of depreciation in respect of rolling stock replaced after 1942-43. The balance in the Fund at the end of 1944-45 was Rs 37.48 crores inclusive of Rs 0.9 crore in investments.

Under Capital-New Construction, a small budget provision of Rs 0.02 lakh was made for closing the accounts of the Sind Right Bank Feeder Railway. Actually a credit of Rs 1.36 lakhs was realised. This was mainly due to receipts from the sale of land on certain abandoned projects.

The Open Line Works Programme provided for an expenditure of Rs 58.17 crores, comprising Rs 34.24 crores for Rolling Stock, Rs 5.83 crores for Track Renewals, Rs 10.12 crores for Structural and bridge works, Collieries and other emergencies, Rs 2.8 crores for increases under Stores and Manufacture Suspense, Rs 6.67 crores for the purchase of the Madras and Southern Mahratta Railway, Rs 1.33 crores for the purchase of the South Indian Railway, Rs 52 lakhs for the purchase of Guzerat Railways, Rs 15 lakhs for the purchase of Dhond Baramati Railway and Rs 51 lakhs for the payment of the balance of the purchase price of the Bengal and North Western and the Rohilkund and Kumaon Railways and credits amounting to Rs 4 crores on account of released materials. As in the past, it was anticipated that the railways would not be able to work upto their programme and so a lump sum cut of Rs 6.47 crores was made, reducing the budget provision to Rs 51.7 crores. Of this, it was estimated that Rs 28.7 crores would be chargeable to Capital and Rs 23 crores met from the Depreciation Reserve Fund. The actual expenditure was Rs 26.36 crores, of which Rs 18.17 crores were debited to Capital and Rs 8.19 crores met from the Depreciation Reserve Fund. Rolling Stock accounted for Rs 2.57 crores, Track Renewals for Rs 5.43 crores, Structural and bridge works, etc., for Rs 5.43 crores, Stores and Manufacture Suspense for Rs 4.36 crores, write-off of the capital cost of dismantled lines Rs 1 lakh, payment of a portion of the balance of purchase price of the Rohilkund and Kumaon Railways for Rs 9 lakhs, the purchase price of the Bengal Nagpur, South Indian, Madras and Southern Mahratta, Guzerat and Dhond Bramati Railways amounted to Rs 4 crores, Rs 1.34 crores, Rs 6.68 crores, Rs 52 lakhs and Rs 15 lakhs respectively, while the investments in road services accounted for Rs 7 lakhs. Of the credits, those due to released materials amounted to Rs. 1.23 crores, while those on account of the write-back

of the capital cost of abandoned assets was Rs. 48 lakhs. The credit due to the write-back of the cost of temporary military sidings initially debited to Capital was Rs 1.70 crore and that due to the write-back of the inflationary element in the works expenditure after 1942-43 amounted to Rs 88 lakhs. The saving of Rs 10.53 crores (over the budget) in Capital outlay was chiefly due to the decision taken during the year to transfer to revenue, a part of cost of rolling stock replaced after 1942-43.

An expenditure of Rs 0.43 lakh on Capital account was incurred on the discharge of debentures relating to the Bengal Nagpur Railway, for which no provision was made in the budget

(ii) *Posts and Telegraphs Department.*

9 The gross revenue of the Department for the year was estimated at Rs 27.92 lakhs which exceeded the Budget Estimate of the previous year by Rs 5.98.53 lakhs and the actuals of that year by Rs 2.74.67 lakhs. Growth in traffic was principally expected to bring in additional revenue and larger receipts were anticipated from the three Telephone systems at Bombay, Calcutta and Madras taken over from the Licensed Telephone Companies during 1943-44. The estimate of net receipt (surplus) was placed at Rs. 11.30.85 lakhs after allowing for Rs 15.58.88 lakhs as Working Expenses (which included a special lump contribution of Rs 1 crore to the Renewals Reserve Fund) and interest charges payable to General Revenues Rs 1.02.27 lakhs. This special contribution was made to raise the balance of the Fund to almost the same percentage of the Capital at charge which existed at the end of 1942-43. The actual revenue, however, amounted to Rs. 29.38.48 lakhs or Rs 1.46.48 lakhs more than the Budget Estimate, and after deducting Working Expenses (Rs 18.15.74 lakhs) and interest charges (Rs 98.09 lakhs), the net profit that accrued amounted to Rs 10.24.65 lakhs, which was Rs 1.06.20 lakhs less than what was anticipated. The profit for 1944-45 was the largest made in any single year since 1925-26 when the accounts of the Department were first placed on a commercial basis.

The Working Expenses of the Department exceeded the Budget Estimate by Rs 2.56.86 lakhs. This was mainly due to the increased activities of the Department necessitating more expenditure on pay and contingencies including freight charges and certain other factors such as revision of the rates of dearness allowance, the grant of war allowance, rise in the prices of materials, increase in the cost of militarisation of staff and increased expenditure on maintenance of assets due to increase in assets. A supplementary grant of Rs. 2.85.90 lakhs was obtained from the Legislature in March 1945. The total provision (Rs 18.45.75 lakhs) consisting of the sanctioned grant for votable items (Rs. 18.29.13 lakhs) and the final appropriation for non-voted charges (Rs 16.62 lakhs), however, proved to be in excess of actual requirements by Rs. 30.01 lakhs, mainly due to larger credits to Working Expenses for services rendered to other Governments, Departments, etc. The saving was foreseen to the extent of Rs. 22.07 lakhs which was surrendered.

Reduction in the rate of interest, larger recoveries from the War Department on account of capital invested in stores for that Department and less capital expenditure than anticipated mainly accounted for a saving of Rs 4.18 lakhs in the original estimate for interest charges of the Department. This saving, however, was fully utilised by re-appropriation of funds in the final estimates which proved to be short of actual requirements by Rs. 0.43 lakh only.

The annual contribution to the Renewals Reserve Fund (for the depreciation of wasting capital assets) was fixed by Government at Rs 25 lakhs from 1941-42. In addition to this amount, a contribution of Rs 21 78 lakhs was made to the Fund during the year in respect of the assets of the Telephone systems at Bombay, Calcutta and Madras taken over by the Department in the year 1943-44. A special contribution of Rs 1 crore was also made for the reason stated in the first sub-paragraph above. The aggregate contribution made during the year thus amounted to Rs 1,46 78 lakhs. The amount debited to the Fund for expenditure on renewals and replacements as well as for sold and abandoned assets, etc., was Rs 35 96 lakhs. The balance at the credit of the Fund at the end of 1944-45 was Rs 4,51 67 lakhs.

Compared with the actuals of the previous year, the revenue receipts and the Working Expenses increased by Rs 4,21 15 lakhs and Rs 2,94 97 lakhs respectively. Interest charges increased by Rs 4 10 lakhs. As in the earlier years, the growth of traffic and the operation of higher rates largely contributed to the increased revenue. The increase in Working Expenses was mainly under pay (Rs 39 lakhs), allowances honoraria, etc., including the increased cost of militarisation of staff, the grant of war allowance and the increase due to the grant of dearness allowance at enhanced rates (Rs 1,82 lakhs), manufacturing cost of stamps, postcards, etc. and stationery and printing (Rs. 24 lakhs), freight on issue of stores (Rs. 30 lakhs), contribution to the Renewals Reserve Fund (Rs 1,00 lakhs), maintenance of assets (Rs 15 lakhs), expenses of Telephone Districts taken over from the Licensed Telephone Companies during 1943-44 (Rs 9 lakhs), other contingent charges (Rs 12 lakhs) and the net increase under other heads (Rs 20 lakhs). These increases aggregating Rs. 4,31 lakhs were partly set off by more credits to Working Expenses for services rendered to other Governments, Departments, etc., (Rs 1,24 lakhs) and decrease under charges in England mainly on account of less payment of contribution under the Empire Air Mail Scheme (Rs 12 lakhs). The increase in interest charges was mainly due to increases in capital outlay and in the balance of stores offset by more recoveries from the War Department on account of capital invested in stores for that Department.

In the year under review, the Department earned a profit of Rs. 10,24 65 lakhs, the whole of which was contributed outright to General Revenues in conformity with the decision of Government which was to the effect that the Department should contribute Rs 11,31 lakhs representing the profit for the year anticipated in the Budget Estimates or the actual profit whichever was less. The accumulated surplus of the Department at the end of the year after making certain adjustment relating to earlier transactions, stood at Rs 7,32.63 lakhs. In conformity with the decision of Government, rebate of interest will, however, be allowed to the Department on a maximum of Rs 1,00 lakhs only of this surplus.

(iii) Irrigation

10 Irrigation works are classified as Productive or Unproductive, according as the net revenue (gross revenue less working expenses) derived from each work on the expiry of ten years from the date of closure of the construction estimate, covers or does not cover the prescribed annual interest charges on the capital invested. The productivity test involves some *pro forma* adjustments which do not appear on the face of the Government Accounts.

I.—Productive Works

The Lloyd Barrage and Canals Construction (Khirtar Branch) irrigates lands in the Nasirabad Section of the Baluchistan territory. The Central Government

bears the proportionate share of the capital cost and working expenses incurred by the Government of Sind on the Lloyd Barrage and Canals Construction Scheme. The share is determined on certain agreed formulae. The irrigation revenues pertaining to the section are retained as central revenues. The project was completed in 1933.

The following table summarises the financial results of the Nasirabad Section —

(1)	(In thousands of Rupees)	
	1943-44	1944-45
	(2)	(3)
(1) Capital outlay to end of the year	109.07	109.38
(2) Gross receipts	4.32	4.43
(3) Working expenses	3.11	3.19
(4) Net revenue excluding interest	1.21	1.24
(5) Interest on capital	4.28	4.02
(6) Net profit (+) or loss (—)	—3.07	—2.78
(7) Percentage of profit or loss to capital outlay	2.81	2.54
	(Loss)	(Loss)

The percentage of loss during 1944-45 is less than that in 1943-44. This is mainly due to decrease in the interest charges.

II.—Unproductive Works.

The financial results of the Unproductive Works in Central Areas are summarised in the following table .—

	(In thousands of Rupees)				
	Ajmer-Merwara		Baluchistan		Delhi
	1943-44	1944-45	1943-44	1944-45	1944-45
(1)	(2)	(3)	(4)	(5)	(6)
(1) Capital outlay to end of the year	28,44	28,44	35,75	35,86	2,23
(2) Gross receipts	85	79	2,14	2,58	
(3) Working expenses	1,83	2,31	60	92	
(4) Net revenue excluding interest	—98	—1,52	1,54	1,66	
(5) Interest on capital	95	95	1,26	1,24	
(6) Net profit (+) or loss (—)	—1,93	—2,47	+28	+42	
(7) Percentage of profit or loss to capital outlay	6.8	8.67	78	1.17	
	(Loss)	(Loss)	(Profit)	(Profit)	

Ajmer-Merwara — These works are all irrigation tanks. The abnormal increase in the working expenses during the year under review is due to heavy expenditure on the restoration of breached tanks. Compared with 1943-44, there is a slight fall in the receipts which is stated to be due to less area having been irrigated in Ajmer subdivision owing to scarcity of water in some of the tanks.

Baluchistan — The rise in the working expenses is due to heavy repair charges necessitated by abnormal floods. Increase in the gross receipt is due to adjustment of certain revenue receipts for the year 1943-44 in the accounts for 1944-45.

REVIEW OF DEBT POSITION.

STATEMENT OF BORROWINGS

11 The following statement shows the debt position of the Central Government at the beginning and close of the year under review :—

Nature of Debt (1)	On 1st April 1944. (2)	On 31st March, 1945 (3)	Difference (+) or (—) (4)
<i>Rupee Debt (in lakhs of Rupees)</i>			
Permanent Debt	10,11,68	12,19,09	+2,07,41
Floating Debt	1,10,61	86,70	—23,91
Unfunded Debt	2,20,41	2,65,63	+45,22
Total Rupee Debt	13,42,70	15,71,42	+2,28,72
<i>Sterling Debt (in £ 000)—</i>			
Permanent Debt	51,210	47,984	—3,226
Unfunded Debt	2,742	2,701	—41
Total Sterling Debt	53,952	50,685	—3,267
The same converted into lakhs of rupees at £ 1 = Rs. 13½	71,94	67,58	—4,36
Total Debt = (Rupees & sterling) (In lakhs of rupees) . .	14,14,64	16,39,00	+2,24,36
Deduct—Outstanding loans and advances made by the Central Government to Provincial Governments, In- dian States, etc	—1,14,95	—77,86	+37,09(a)
Total of Debt, Rupee and sterling expressed in lakhs of rupees	12,99,69	15,61,14	+2,61,45

It will be seen from the statement above that there has been an increase of Rs 2,07,41 lakhs under Permanent Debt—Rupee Debt.

Rs 45,22 „ „ Unfunded Debt (India)

2,52,63 lakhs

and a reduction of

23,91 lakhs under Floating Debt (India)

4,30 „ „ Permanent Debt (Sterling Debt).

6 „ „ Unfunded Debt (England),

28,27 lakhs

resulting in a net increase of the total debt (Rupee and Sterling) by Rs 2,24,36 lakhs.

There has also been a reduction of assets by Rs 37,09 lakhs (excess of recoveries over disbursements) in the amount of outstanding loans and advances by the Central Government to Provincial Governments, Indian States, etc This includes a sum of Rs 14,71 lakhs which represents the capitalised value of subvention payable to the Government of Sind to set off against the outstanding Lloyd Barrage Debt owned by that Government to the Government of India. As a result the outstanding debt of the Central Government has increased by Rs. 2,61,45 lakhs from Rs. 12,99,69 lakhs to Rs 15,61,14 lakhs

Securities amounting to Rs 18 52 crores held by the Government themselves in their Cash Balance Investment Account and the outstanding balance of the Railway Annuities amounting to Rs 29.45 crores (equivalent to £ 22,091 thousands) for the repayment of which the Government of India have deposited the requisite amount

(a) The Capitalisation of Subvention and repayment of the Lloyd Barrage Debt by the Government of Sind (Rs 14,71 lakhs) has been brought to account by means of correction in balances without any financial adjustment,

with His Majesty's Government and which now appears under debt account for accounting reasons only may, however, be treated as a set-off against the total liability of Rs 15,61,14 lakhs

Permanent Debt—Rupee Debt—The borrowing programme of the Central Government was mainly dominated by their anxiety to counter the threat of inflation and mop up as much of the surplus money in the hands of the public as possible. The loan programme, as in the previous year, was so designed as to appeal to every type of investor and a variety of loans was offered to the public. Besides, the National Savings Campaign started during the previous year, was actively pursued with the cooperation of the provincial authorities and resulted in an all round increases of small savings

(i) *The Three-Year Interest-Free Defence Bonds*—These bonds first issued in June, 1940 continued to be available on tap. The period of maturity of the bonds having been reached in June 1943 simultaneous repayment of the bonds began to be made since June, 1943. The holders of the Bonds were, however, given the option of renewing their holdings for a further period of three years subject to the same terms and conditions as attached to the original issue. The total receipts during the year amounted to Rs 17,16,057 while the payments accounted for during the year were Rs 24,90,025

(ii) *Five Bonds*—The Five-Year Interest-Free Prize Bonds, 1949 issued from 15th January 1944 continued to be available on tap. The total receipts during the year as accounted for were Rs 1,95,26,250*. The sales so far have not been of as much success as was expected but the Government decided to continue the experimental issue for the reason that it would help to draw off money from a class to whom other forms of investment make no appeal.

(iii) *The Fourth Defence Loan, 3 per cent Loan, 1953-55*—This loan which was issued in July, 1943 was closed on the 31st March, 1944 with a total subscription of Rs 1,10,85,11,300 accounted for during 1943-44. A further sum of Rs 3,74,56,200 has been accounted for during 1944-45. Owing to difficulties in the reconciliation of the figures of the loan, the final adjustment of all figures could not be made during the year under report.

(iv) *The Three per cent Victory Loan, 1957*—A new 3 per cent. Victory Loan, 1957 repayable at par on the 1st September, 1957 was issued with effect from the 1st April, 1944. This was a cash issue at par. The loan continued to be on tap until the 17th February, 1945 when it was closed, the total subscription so far accounted for during 1944-45 amounted to Rs 1,11,42,29,500.

(v) *The Three per cent. Second Victory Loan, 1959-61*.—Following the close of the first Victory Loan on the 17th February, 1945, Government announced the issue of the Second Victory Loan redeemable at par not earlier than the 15th August, 1959 and not later than the 15th August, 1961, the other terms of the loan being the same as for the First Victory Loan. The list was opened with effect from the 19th March, 1945 and the loan continued to be on tap when the year under report closed. The total subscriptions accounted for during the period 9th to 31st March, 1945 were Rs. 5,25,17,900.

(vi) *Special issues through the Cash Balance Investment Account*—Two special issues of existing loans were made in the year under report to meet the demands from institutional investors and the market generally. The first was a special issue in June 1944 of Rs 50 crores of the 2½ per cent loan 1948-52 to meet the demand for short term investment. The second was a further issue in October, 1944 of Rs 35 crores of the 3 per cent Funding Loan, 1966-68 to meet the demand for a long term investment.

* This includes receipts up to December, 1944. The receipts for January, 1945 to March, 1945 will be accounted for in 1945-46.

Both these issues continued to be available for sale on Government account by the Reserve Bank of India according to the usual procedure for the sale of counterparts and special issues. Securities of the nominal value of Rs 39,06,82,500 of the former and Rs 66,88,35,300 (including unsold papers of the issue for Rs 36,72,31,100 in 1943-44) were sold up to 31st March, 1945. The unsold securities of the special issue (in 1943-44 of the 3 per cent Defence Bonds 1946, Rs 67,94,400) were also sold out during the year under review.

(vi) *Rupee counterparts created against sterling securities* —No fresh rupee counterparts were created against repayment of the sterling stocks although rupee counterparts of a small amount (Rs 17 lakhs) were created against acquisition of stray lots of sterling stocks. Rupee counterparts sold to the public during the year amounted to Rs 15,13,02,400.

(vii) *Small Savings* —As a result of the National Savings drive already referred to, the receipts under the various postal savings showed further improvement. The net receipts under the several forms of small Savings Accounts were Rs 40,70 lakhs against Rs 25,71 lakhs in 1943-44. These receipts thus averaged more than Rs 3 crores a month in 1944-45. The details are —

	(In lakhs of Rupees)
1 Post Office Savings Bank Deposits	16,04
2 Post Office Defence Savings Bank Deposits	4,51
3 Post Office Cash Certificate	1,16
4 Post Office Ten-Year Defence Savings Certificates	(—)55
5 Post Office Twelve-Year National Savings Certificates	19,39
6 Indian States Certificates	15
	<hr/>
	40,70

Further details of these savings have been discussed in paragraph under “Unfunded Debt”.

The total receipts from the various loans (including the special issues), investments in rupee counterparts and small savings amounted to Rs 2,81,00 lakhs during the year against Rs 3,06,44* lakhs during 1943-44. This figure must, however, be regarded in the context of the other anti-inflationary measures such as the compulsory deposits of excess profits, the “Pay-as-you-earn” of income tax dues and the sales of gold and silver which have also played a not inconsiderable part in mopping up surplus funds. The details of the receipts from loans and small savings are summarised below —

	(In lakhs of Rupees)
1 Three-Year Interest Free Defence Bonds	—8
2 Five Year Interest Free Prize Bonds 1949	1,95
3 Three per cent Victory Loan, 1957	1,11,42
4 Three per cent Second Victory Loan, 1959-61	5,25
5 2½ per cent loan, 1948-52	39,07
6 Three per cent Funding Loan, 1966-68	66,88
7 Three per cent Defence Bonds, 1946	68
8 Sale of Rupee Counterparts	15,13
9 Small Savings [(as in item (vii))]	40,70
	<hr/>
	2,81,00

* This does not include Rs 3,75 lakhs on account of 3 per cent loan, 1953, 55 received during the year 1943-44 but accounted for in 1944-45.

The statement below shows the position of the sterling debt as on the 31st March, 1945 compared with that on the 31st March, 1939, the year before the repatriation operations were started :—

	Balance on 31-3-39 £	Balance on 31-3-45 £
Sterling Stocks	272,720,578	10,200,245
Railway Debenture	24,660,766 (+3,539,929 added between 1939 to 1943)	225,775
Capital portion of Railway Annuities	35,863,238	22,091,054
Unexpired liability for British Government 5 per cent War Loan 1929-47 taken over by India	15,466,928	15,466,928
Total	352,251,439	47,984,002

As the requisite amount for the annual payment of the Railway Annuities has already been deposited with His Majesty's Government this portion of the sterling debt may be treated as cleared. The total sterling debt, therefore, practically stood at about £ 26 millions on the 31st March, 1945 compared with £ 352 millions on the 31st March, 1939. Out of the above, India's liability in respect of the British Government 5 per cent War Loan, 1929-47 stands suspended since 1st July, 1931. The external liabilities of India have thus been reduced to negligible proportions compared with the last pre-war year.

Unfunded Debt — There was net increase of Rs 45,22 lakhs during the year under review under "Unfunded Debt" in India. The position in respect of the main items under this head is stated below :—

Post Office Savings Bank Deposits — The rate of interest on Post Office Savings Bank Deposits continued at 2 per cent per annum on balances that did not fall below Rs 200 at anytime during the year. The total receipts during the year (including interest) were Rs 44,98 lakhs against Rs 36,15 lakhs in 1943-44 and Rs 22,98 lakhs in 1942-43. The total withdrawals during the year were Rs 28,94 lakhs against Rs 24,19 lakhs in 1943-44 and Rs 22,84 lakhs in 1942-43. There was, therefore, a net receipt of Rs 16,04 lakhs against a net receipt of Rs 11,96 lakhs in 1943-44 and Rs 14 lakhs in 1942-43. An amendment in the rules of the Post Office Savings Bank issued in February, 1945 revised the maximum limit of deposits from Rs 1 500 to Rs 5,000 during any financial year. The amount outstanding at the end of March 1945 was Rs 80,22 lakhs. The total deposits under the *Indian Post Office Defence Savings Bank* started in 1941 was Rs 4,53 lakhs during the year against Rs 3,63 lakhs in 1943-44 or Rs 30 lakhs in 1942-43. The total withdrawals during the year were Rs 2 lakhs only. There has been no change in the rate of interest on these deposits which continued to be 2½ per cent per annum free of income tax. These deposits are not ordinarily to be withdrawn till one year after the termination of the war.

Post Office Cash Certificates — There was no change in the issue price of the Post Office Cash Certificates. The yield, thereon, to maturity, continuing at approximately 2½ per cent compound interest free of income tax. The total sales of these certificates during the year amounted to Rs 5,47 lakhs against Rs 5 50 lakhs in 1943-44 and Rs 3,76 lakhs in 1942-43. Encashments during the year were Rs 4,31 lakhs against Rs 5,43 lakhs in 1943-44 and Rs 8,20 lakhs in 1942-43. The net receipts during the year were Rs 1,16 lakhs against Rs 7 lakhs in 1943-44 and a net outgo of Rs 4,44 lakhs in 1942-43.

Post Office Ten-Year Defence Savings Certificates —The sales of these certificates introduced in June, 1940 were discontinued from 1st October, 1943. The total encashments during the year were Rs 55 lakhs and the outstanding amount at the end of the year was Rs 6,42 lakhs.

Post Office Twelve-Year National Savings Certificates —These certificates were issued from the 1st October 1943 to replace the Ten-Year Defence Savings Certificates. The yield to maturity is $3\frac{1}{2}$ per cent compound interest free of income tax. These certificates are not ordinarily encashable till after the expiry of 18 months from the date of issue in the case of Rs 5 denomination and 36 months from the date of issue in the case of other denominations. They are repayable on demand after this period with a bonus which gradually rises with the period for which the certificates are retained. The total sales of these certificates during the year were Rs 19,39 lakhs or nearly half of the aggregate net receipts under the various Small Savings scheme. Encashment during the year was Rs 1 lakh only. The outstanding balance at the end of March 1945 was Rs 28,04 lakhs.

Indian State Certificates —As a counterpart of the Government of India's Small Savings Scheme, His Exalted Highness the Nizam's Government are issuing National Savings Certificates in *Halsicca* currency through the Hyderabad State Post Office on the same terms and conditions as applicable to the Post Office Twelve-Year National Savings Certificates in British India.

Monthly accounts are rendered by the State Government to the Government of India and settlements are effected in British Indian Currency, the *Halsicca* being converted at a fixed rate of exchange. The total sales of these certificates during the year amounted to Rs 15 lakhs.

State Provident Funds —The net receipts under these heads amounted to Rs 4,28 lakhs during the year as against Rs 4,78 lakhs during 1943-44. The outstanding balance under these heads on the 31st March, 1945 amounted to Rs 93.02 lakhs against Rs 88,74 lakhs on the 31st March, 1944.

Other accounts —The net receipts under these heads amounted to Rs 28 lakhs during the year against Rs 47 lakhs in 1943-44. The outstanding balance at the end of March 1945 stood at Rs 11,17 lakhs against Rs 10,89 lakhs on the 31st March, 1944.

Floating Debt —The total of the Treasury Bills outstanding at the end of the year was Rs 86,70 lakhs compared with Rs 1,10,61 lakhs at the close of the year 1943-44. With the great improvement in the Government's ways and means position as reflected in the high level of their balances, no temporary advance from the Reserve Bank was necessary during the year under review. The total amount of such advances from the Bank amounted to Rs 34 crores in 1943-44 as against Rs 164 crores in 1942-43.

Cash Balance —The success of the borrowing programme of the Central Government was reflected in the heavy cash balance at the end of the year. The year opened with a cash balance of Rs 83,66 lakhs and closed with Rs 266,28 lakhs, the net accretion during the year being Rs 1,82,62 lakhs.

The statement below shows how the net addition to the outstanding debt of the Central Government (Rs 261,45 lakhs)

and the net receipts under "Deposits and Advances" (Rs 231,82 lakhs) have been utilised.—

Receipts

(In lakhs of
(Rupees)

Disbursements

(In lakhs of
Rupees)

Increase in Debt	2,46,74(a)	Revenue Deficit	1,60,55
Deposits and Advances (net)—		Capital Expenditure outside the	
Depreciation Reserve Fund, Rlys	8,76	Revenue account (including	
Railway Reserve Fund	14,93	Rs 62,83 crores on account of	
Renewal Reserve Fund (P & T)	1,11	Defence Capital Outlay)	81,72
Other Deposits (Bearing Interest)	61,12	Remittances	49,87
Sinking Fund	95	Transfer of Cash between England and	
Other appropriations	2 05	India	3,80
Fund for the benefit of cotton growers	—1,95		
Other Reserve Fund (bearing interest)	1,96		
Civil Deposits	18,74	Addition to cash balance	1,82,62*
Other Deposits	5,97		
Other Accounts	36,29		
Advances	—11,64		
Purchases and Sales of Silver	13,29		
Suspense	79,19		
Miscellaneous items (net)	1,05		
	<u>2,31,82</u>		
Total ..	<u>4,78,56</u>	Total	<u>4,78,56</u>

* Cash balance on 1st April, 1944

Rs 83,65,80,811

* Cash balance on 31st March, 1945

Rs 2,66,27,72,103

Increase

Rs 1,82,61,91,292

SERVICE OF DEBT

(i) Interest on Debt and Other Obligations

12 The total amount paid by the Central Government during the year out of its current revenue on account of interest charges on its debt and on certain other obligations, such as deposits in the Depreciation Reserve and other Reserve Funds of Railways and other commercial departments and undertakings, etc was Rs 50,06 lakhs (against Rs 42,88 lakhs in 1943-44 distributed broadly as under.—

(1) Interest on Ordinary Debt (Including Floating Debt)	(In lakhs of Rupees)
(2) Interest on Unfunded Debt which consists, mainly of Provident Funds of Government servants, Savings Bank Deposits and Post Office Cash Certificates, etc	36,95
(3) Interest on Other Obligations	7,52
	5,59
Total	<u>50,06</u>

A substantial portion of the Central Government's debt was incurred for the benefit of Railways and their commercial departments and undertakings for financing their capital expenditure and a share of the interest charges is transferred to the debit of these departments. Similarly, interest paid by the Provincial Governments on the outstanding balances of advances made to them from time to time out of the borrowed money, is taken in reduction of the gross interest charges. The total recovery on both these accounts came to Rs 31,20 lakhs in 1944-45 against Rs 33,61 lakhs in 1943-44. The details of these charges will be found in account No 5 of Part A -II.—Accounts

Taking into account the recoveries mentioned above and the interest portion of equated payments on account of commuted value of pensions (Rs 16 lakhs) which is also taken in reduction of gross interest, the net burden which fell on the Central Civil

(a) Actual increase is Rs 261,45 lakhs which includes Rs 14,71 lakhs on account of the repayment of the Llyod Barrage Debt by the Government of Sind. The amount was brought to account without any financial adjustment. See also footnote on page 23.

Estimates during the year under review was roughly Rs. 18,70 lakhs against Rs. 9,09 lakhs in 1943-44. Against this, the Government received interest on certain accounts which amounted to Rs. 1,79 lakhs in the year under review. This includes receipts on account of interest on (a) Loans and Advances by the Central Government to other than Provincial Governments (Rs. 42 lakhs), (ii) Silver Redemption Reserve holdings (Rs. 38 lakhs), (iii) Deposit with His Majesty's Government of the money in connection with the funding of the Railway Annuities (Rs. 78 lakhs) and other miscellaneous items (Rs. 21 lakhs).

It will be seen from the above that the gross interest charges have risen from 42,86 lakhs in 1943-44 to Rs. 50,06 lakhs in 1944-45 i.e. by Rs. 7,20 lakhs, while there has been a fall of Rs. 24,39 lakhs in recoveries from Commercial Departments and Provincial Governments resulting in a total increase of Rs. 9,59 lakhs compared with the previous year. This rise in gross charges is mainly due to the full effect of the Defence borrowings for the last few years while the decrease in recoveries is due partly to the disappearance of the Lloyd Barrage Debt and advance repayment by certain Provinces of a part of their pre-autonomy consolidated debt and partly to the reduction in the rate of interest chargeable to Commercial Departments as a result of cheaper borrowing in recent years.

(ii) *Reduction or Avoidance of Debt*

13 Under the Scheme of Debt Redemption originally adopted by the Central Government for five years from 1925-26 to 1929-30 which, with certain minor changes continued to operate till 1932-33, the annual charge against the Central Revenues for the purpose of making provision for reduction or avoidance of debt was to consist of —

(i) A sum of Rs. 4 crores plus

(ii) A sum representing one eightieth of any excess in the total of the debt outstanding at the end of the preceding year over the total outstanding on the 31st March, 1923.

This annual charge was, according to the scheme, to be applied towards meeting the following expenditure of an obligatory character involving actual redemption of debt —

(a) Railway Sinking Funds in operation,

(b) Depreciation Funds of $1\frac{1}{2}$ per cent. on the existing 5 per cent rupee loans for which Sinking Funds were established,

(c) The Capital portion of the liabilities assumed in respect of the British 5 per cent War loan, 1929-47 and

(d) The Capital portion of Railway annuities

The actual provision in 1924-25, the year before the scheme was applied, was Rs. 3.78 crores and in 1932-33 the amount rose to Rs. 6.84 crores. In 1933-34, however, the Central Government with the concurrence of the Secretary of State for India, decided to reduce the provision to a round sum of Rs. 3 crores only in view of the strengthening of the general financial position.

This reduced provision was to be regarded as covering the obligatory charges mentioned in (a) and (b) and a part of (d) i.e. the Capital portion of Railway Annuities.

As a result of the Repatriation of the Sterling Debt, under which practically the entire sterling debt of the Government of India has been repaid and of the lump sum deposit with His Majesty's Government for annual payment of the instalment of the Railway Annuities till their final repayment in 1959, there was no longer any necessity for separate provision for items (a) and (d). The annual provision of Rs. 3

crores was, therefore, regarded with effect from 1943-44, as covering the depreciation fund of $1\frac{1}{2}$ per cent on the existing 5 per cent Rupee Loan, 1945-55, for which a Sinking Fund was established. This absorbed only Rs 95,04,000 and the balance of the provision *viz* Rs 2,04,96,000 was credited to a deposit head which closed to Government Account at the end of the year and thus was merged in general balances

This sum of Rs 3 crores has been charged to Revenue during 1944-45 and has been shown in the Appropriation Accounts of Grant No 11-Interest on Debt and other Obligations and Reduction or Avoidance of Debt against sub-heads N. and O

The appropriation to the Depreciation Fund of the 5 per cent Rupee Loan 1945-55 was made in accordance with the undertaking given by the Central Government at the time of the flotation of the loan.

In addition to the amount mentioned above, the following amounts were also debited to Revenue —

	(In lakhs of Rupees)
(1) Discount on Loans debited to the major head, " 22-Interest on Debt and Other Obligations "	107
(2) Write back of the amount from the Capital major head " 83-Payments of Commuted value of Pensions " to the Revenue Section of the Accounts	54
Total	161

These adjustments virtually amounted to a further appropriation from revenue for reduction or avoidance of debt

The question of increased provision for reduction or avoidance of debt more in keeping with the size of Capital Debt, was raised by the Public Accounts Committee on more than one occasion. The Committee recommended that the Finance Department should examine whether in addition to the annual provision of Rs 3 crores for reduction or avoidance of debt, there should not be a separate provision for amortisation of the Railway Debt, once the first quinquennium of the Niemeyer Award was over. In view, however, of the prevailing deficit budgets on account of the war, the Central Government decided to postpone consideration of this question till a more suitable occasion. The Public Accounts Committee considered the question again in their meeting of 1942. They agreed that, so long as the war lasts, the implementing of their recommendations is not practicable. They, however, desired that this important matter should not be lost sight of but be pursued after the war. Pending the consideration of this question the existing provision of Rs 3 crores has been raised to Rs 5 crores in the Budget for 1946-47 in view of the growth of the public debt during recent years

LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT.

14 The transactions under this head and the balances outstanding at the beginning and the end of the year are given in the following table :—

(In thousands of Rupees)

Heads of account	Balance on 1st April, 1944	Advances made in 1944-45	Total	Recoveries in 1944-45	Balance on 31st March 1945
(1)	(2)	(3)	(4)	(5)	(6)
Advances to Provincial Governments	83,99,23 (a)	9,25,16	93,24,39	29,58,74	63,65,65
Advances to Crown Representative	17,02	6,64	23,66	8,83	14,83
Loans to Indian States	6,05,46	11,97	6,17,43	3,77,26	2,40,17
Loans to Local Funds, etc	9,92,49	4,22,63	14,15,12	2,59,19	11,55,93
Loans to Government Servants	9,04	11,46	20,50	11,76	8,74
Total	(a) 1,00,23,24	13,77,86	1,14,01,10	36,15,78	77,85,32

Advances to Provincial Governments—This head records the loans to the Provincial Governments including the balances of their liabilities to the Provincial Loans Fund on the 31st March, 1937, which had not been cancelled under the scheme for the decentralisation of balances and the cancellation and consolidation of debt on the introduction of Provincial Autonomy. The capitalised value of the subvention on the 1st April, 1944 payable by the Central Government to Sind under paragraph 9 of the Government of India (Distribution of Revenues) Order, 1936 amounting to Rs 14,71,27 330 was set off against the outstanding Lloyd Barrage Debt on that date. This amount was written off to Government account without financial adjustment.

Advances to Crown Representative—This head records the advances required by the Crown Representative for making loans to Indian States, Notabilities, etc., and the recoveries thereof.

Loans to Indian States—This head records (i) the balances of and the transactions in connection with the loans granted by the Central Government prior to the 1st April 1937, and (ii) loans to Indian States subsequent to that date in pursuance of direct arrangement with the States—in most cases a business one.

Out of the total outstanding balance of Rs 2,40,17, a sum of Rs 1,84,09 represents the amount due from the Bahawalpur State. It also includes Rs. 1,30 outstanding against two Indian States in the North-West Frontier Province and is free of interest.

(a) Differs from last year's closing balance by Rs 14,71,27 due to corrections without financial adjustments of the capitalised value of subvention payable by the Government of India to Sind.

Loans to Local Funds, etc.—This head includes advances of the following classes :—

	Balance on 31st March 1945.		Balance on 31st March 1945.
Loans to Major Port Trusts and Port Funds	5,43,84	Loans to Landholders and other Notabilities	17
Loans to Municipalities ..	58,77	Advances to Cultivators ..	14,80
Regimental and Other Loans	3,61,40	Advances under Special Laws	47,90
Loans to District and other Local Fund Committees	59,20	Miscellaneous Loans and Advances	69,85
		Total	11,55,93

GUARANTEES GIVEN BY THE CENTRAL GOVERNMENT IN RESPECT OF LOANS RAISED BY PROVINCIAL GOVERNMENTS, RAILWAY COMPANIES, LOCAL BODIES, ETC

15. The Statement below shows Capital or Loans raised by the Railway Companies, not treated as Capital contributed by companies towards outlay on State Railways in Government Accounts, on which guarantees in respect of interest on share capital and interest and repayments of debenture capital have been given by the Government. It does not include the share capital and debentures contributed by Railway Companies towards outlay on certain State Railways worked by those Companies on which also guarantees have been given by the Government. The liabilities in all the above cases are not, however, of the nature of direct obligations incurred by the Government and, therefore, not considered as part of the Public Debt.

Railways.	Particulars of loan.	Rate of interest.	Actual Amount of loan raised on which guarantee has been given by the Government
(1)	(2)	(3)	(4)
			Rs
1 Futwa-Islampur .	Share capital	3½%	11,49,700
	Loans	5%	7,50,000
2 Dasghara-Jamalpurganj (Bengal Provincial)	Share capital	4 % of which 3½% guaranteed by Government and ½% by Bengal Provincial Railway.	3,34,000
	Loans	6 %	3,370
3 Ahmadpur-Katwa ..	Share capital	3½%	17,24,000
	Debentures	3½%	3,00,000
	Loans	Imperial Bank rate (now 3½%)	63,512
4. Bankura-Damodar River	Share capital	3½%	34,00,000
	Debentures	3½%	4,00,000
	Overdraft	Imperial Bank rate (now 3½%)	2,60,228
5 Burdwan-Katwa .	Share capital	3½%	17,80,000
	Debentures	3½%	3,50,000
6 Kalighat-Falta	Share capital	3½%	19,50,000
	Debentures	4½% (a)	3,00,000
	Do	4 %	1,50,000
	Cash Credit	3½%	41,310
7 Chaparmukh-Silghat	Share capital	3½%	31,00,000
	Loans	5%	1,50,000
	Do	3½%	1,00,000
	Do	4 %	17,152
8 Katakhal Lala Bazar	Share capital	3½%	8,91,100
	Loans	4 %	6,50,000
		Total	1,78,64,370

(a) The rate of interest has been reduced to 3½ per cent on and from the 1st October 1944 by a supplementary agreement dated the 10th February, 1945.

M484AGCR

SUMMARY OF GENERAL FINANCIAL POSITION.

16 Defence expenditure on revenue and capital account which was budgeted for on the assumption that the actual fighting against Japan would take place outside India and in consequence no part of the cost would fall on Indian revenue, which on the other hand would be relieved as a result of the sending of forces beyond her frontiers to take part in those operations, actually rose to Rs 4,74.93 crores against Rs 3,11 55 crores originally budgeted for and Rs 405 crores in the accounts for 1943-44 as a result of the Japanese penetration into the borders of India in the year under review

The revenue deficit which was estimated at Rs 54 71 crores actually turned out to be Rs 160 55 crores. Substantial contributions were, as in the previous year, again made by the two major Commercial Departments—the Indian Government Railways and the Posts and Telegraphs Departments. Despite this and the imposition of further direct and indirect taxes, recourse had to be taken to borrowing as well to cover the budgetary deficit.

The various anti-inflationary measures adopted in 1943 were maintained and in places extended during the year and the effects were generally encouraging. The very favourable turn in hostilities which the year witnessed, dispelled that fear of an indefinitely prolonged War which had contributed to hoarding and to speculation. The food position in particular, which was the gravest menace in the previous year, showed a marked improvement during the year under review

In addition to meeting the budgetary deficit, the borrowing programme was directed more towards mopping up the surplus funds in the hands of the public. As in the previous year, a variety of loans was offered. The total borrowing during the year was Rs 281 crores against Rs 306 crores in 1943-44. Improvement in the terms of borrowing was secured through raising the periods of maturity of successive issues. Thus there has been practically a switch over from a relatively short-term loan, *e.g.*, the 3 per cent Defence Loan, 1946 issued in 1940 to a longer term loan, *e.g.*, the 3 per cent. Second Victory Loan, 1959-61 issued in March 1945. Government's ability to float loans on progressively favourable terms contributed to the steadiness of the gilt-edged market

The total gross debt of the Central Government at the end of the year including unfunded debt was Rs 1,639 crores out of which sterling debt accounted for Rs. 68 crores. Against this, a sum of Rs. 78 crores was due from the Provincial Governments, Indian States and Local Bodies, etc on account of loans granted to them. Net debt outstanding at the end of the year was, therefore, Rs. 1,561 crores against Rs. 1,300 crores at the beginning of the year, *i.e.*, a net increase of Rs 261 crores. Government of India securities of the face value of Rs 19 crores were held in the Cash Balance Investment Account for cancellation or sale to the public. This sum, as well as the amount (Rs. 29 crores), equivalent to the outstanding Railway Annuities which have been funded should also be taken as a set off against the total liabilities of Rs. 1,561 crores. Besides, the cash balance with the Reserve Bank of India and at Government treasuries at the end of the year amounted to Rs. 266 crores. The debt due from Burma (Rs 48.15 crores) will also go to reduce the total debt of the Central Government.

By far the greater portion of the debt was, however, what may compendiously be termed productive. The total net liability of Government (including Rs 2 crores on account of capital contributed by Railway companies) was Rs 1,563 crores. Against this liability, a sum of Rs 819 crores represented capital invested in Railways, Posts and Telegraphs and Irrigation works which are all productive. This forms 52 per cent of the total liabilities of which the largest share is absorbed by Railways. Taking into account the amount of Rs 48 crores (Rs 19 crores for Cash Balance Investment Account and Rs 29 crores on account of Railway Annuities) mentioned above and the actual cash balance (Rs 266 crores), the total uncovered debt comes to Rs 430 crores against Rs. 332 crores at the end of 1943-44. The statement in Account No 6 shows the progressive capital expenditure outside the revenue account.

During the year, interest charges on debt and other obligations amounted to Rs. 50.06 crores. Out of this, interest charges to the extent of Rs 31.36 crores were paid by productive enterprises or by the Provincial Governments. Therefore, the actual interest charges incurred by the Central Government was Rs 18.70 crores against Rs 9.09 crores of 1943-44. The details in regard to these charges will be found in para. 12 while the arrangement made by the Central Government for the amortisation of the public debt has been described in para 13.

Sterling continued to accrue from market purchases and from payments received in London on account of recoverable war expenditure. The total sterling balance held by the Reserve Bank of India was Rs 1,363 crores against Rs 945 crores held on 31st March 1944. With the virtual completion of the scheme of repatriation of the sterling debt of the Government of India, there was only limited scope for the utilisation of sterling during the year, with the exception of £ 15 millions for the Capitalisation of a portion of India's Non-effective charges and of about £ 10 millions for the acquisition of the Madras and South Mahratta Railway, the South Indian Railway and the Bengal Nagpur Railway. The sterling liabilities now outstanding consist of less than £ 11 millions only of Government of India stocks and Railway Debentures, excluding Railway annuities which have been funded.

The problem of the accumulated sterling balance and the possibility of utilising it to the best advantage of the country continued to engage Government's earnest attention. The question was raised by the Indian Delegation at the United Nations Monetary and Financial Conference held at Bretton-Woods (U S A) in July 1944. The Indian Delegation pressed the Conference to provide for a partial multilateral clearing of the war balances through the machinery of the fund proposed to be created by the Conference but the proposal was negatived primarily on the ground of the limited size of the fund in relation to the magnitude of the war balances. The question, therefore, remains one for settlement in direct negotiation with the United Kingdom.

The developments in the Assam-Burma front in March-April when the Japanese infiltrated into Assam affected the gilt-edged market adversely for a time. The 3½ per cent un-dated rupee paper which had touched their highest, Rs 99-6-0, on the 4th March, declined to Rs 98-3-0 on the 31st March, and fell further to Rs 96-2-0 on the 10th April, the lowest level reached during the year under review. The terminable loans, particularly the longer dated, also showed a steep decline, the 3 per cent loan, 1963-65 and the 4 per cent Loan, 1960-70 touching their lowest levels of the year on the 11th April. A recovery however, soon followed and by the end of April

most of the scrips had made up a large part of their earlier losses. The creation of two special issues—through the Cash Balance Investment Account—one short term *viz.* $2\frac{3}{4}$ per cent loan, 1948-52 and one long term *viz.* 3 per cent. Funding Loan, 1966-68 coupled with the improvement in the war situation had a steadying effect on the gilt-edged market. The $3\frac{1}{2}$ per cent undated rupee paper continued upwards until for the first time since 1937—it touched par in November. The Terminable section also moved up in sympathy. The quotations were well maintained till the close of December, when a slight reaction set in, the $3\frac{1}{2}$ per cent being quoted at Rs 99-13-0, at the close of December, and after fluctuating between Rs. 99-14-0 and Rs. 99-6-0 closed at Rs 99-9-0 on 31st March 1945. The 3 per cent. undated rupee paper also showed a substantial rise during the year and closed at Rs 90-12-0. Most of the loans in the terminable section also closed higher on balance.

The year under review again witnessed a further expansion of note issue. Total notes issued stood at Rs 1,094 66 crores at the end of 1944-45 compared with Rs. 894·84 crores at the end of the previous year showing an increase of 22·33 per cent.

Under “Deposits and Advances etc,” the receipts exceeded the disbursements by about Rs 231·80 crores. As stated in paragraph 11, these as well as the increase in debt (Rs 261·45 crores) were utilised to meet the revenue deficit of the year (Rs 160·55 crores) and the capital expenditure outside the revenue account (Rs. 81·72 crores) leaving the remainder (Rs 182·62 crores) to form an addition to the cash balance.

A.—GENERAL FINANCE ACCOUNTS.

II — ACCOUNTS

No 1 — GENERAL ABSTRACT OF RECEIPTS AND DISBURSEMENTS

Receipts.	Actuals for 1944-45	Disbursements	Actuals for 1944-45.
(1)	(2)	(3)	(4)
Rs			Rs
REVENUE—		EXPENDITURE—	
Principal Heads of Revenue—		Direct Demands on the Revenue	8,30,66,624
Customs	39,76,53,398		
Central Excise Duties	38,14,36,506		
Corporation Tax	83,65,29,838		
Taxes on Income other than Corporation Tax	81,08,83,486		
Salt	9,29,20,831		
Opium	1,03,68,296		
Other Heads	2,02,94,074		
Total—Principal Heads	2,55,00,86,429		
Railways—Net Revenue	78,12,04,983	Railways—Interest and Miscellaneous charges	46,12,04,983
Irrigation—Net Receipts	1,67,789	Irrigation	8,35,460
Posts and Telegraphs—Net Receipts	11,22,74,178	Posts and Telegraphs	98,00,436
Debt Services	1,78,58,155	Debt Services	21,70,27,205
Civil Administration	2,47,67,823	Civil Administration	24,01,69,765
Currency and Mint	12,46,35,715	Currency and Mint	2,08,26,661
Civil Works and Miscellaneous		Civil Works and Miscellaneous	
Public Improvements	76,54,150	Public Improvements	—1,74,89,928
Miscellaneous	2,17,37,986	Miscellaneous	6,53,09,171
Defence Receipts	16,60,86,851	Defence Services	4,12,09,60,836
Extraordinary Items	18,77,94,176	Contributions and Miscellaneous Adjustments between Central and Provincial Governments	8,75,50,482
		Extraordinary Items	31,03,17,101
		Capital Expenditure within the Revenue Account (Details by Major Heads are given in Account No. 2)	1,40,436
Total—Revenue Receipts (A)	3,99,42,68,235	Total—Expenditure on Revenue Account (A)	5,59,97,28,234
Public Debt incurred	5,81,80,93,370	Capital Outlay outside the Revenue Account (Details by Major Heads are given in Account No 2)	81,72,58,467
Unfunded Debt incurred	87,69,35,179	Public Debt discharged	4,02,60,38,158
Deposits and Advances	8,06,71,37,641	Unfunded Debt discharged	42,53,70,323
Loans and Advances by the Central Government	36,15,78,555	Deposits and Advances	5,74,88,05,863
		Loans and Advances by the Central Government	13,77,86,545
Remittances	20,07,69,12,444	Remittances	20,57,56,56,542
Transfer of Cash between England and India	2,78,66,86,045	Transfer of Cash between England and India	2,82,46,86,045
Total—Receipts	41,98,16,11,469	Total—Disbursements	40,15,54,20,177
Opening Balance (B)	83,65,80,811	Closing Balance (B)	2,66,27,72,103
GRAND TOTAL	42,81,81,92,280	GRAND TOTAL	42,81,81,92,280

(A) Revenue deficit during the year Rs 1,60,54,59,999

(B) Increase of balance during the year was Rs 1,82,61,91,292.

No 2 — SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS

Heads of Revenue (1)	Actuals for 1944-45 (2) Rs	Heads of Expenditure (3) Rs	Actuals for 1944-45		
			Non-voted (4) Rs	Voted (5) Rs	Total (6) Rs
A — PRINCIPAL HEADS OF REVENUE—		A.—DIRECT DEMANDS ON THE REVENUE—			
I—Customs	39,76,53,308	1—Customs	10,95,642	89,06,218	1,00,01,860
II—Central Excise Duties	38,14,36,506	2.—Central Excise Duties	1,08,41,650	1,90,03,083	2,98,44,733
III—Corporation Tax	83,65,29,838	3—Corporation Tax	66,286	46,85,727	47,52,013
IV—Taxes on Income other than Corporation Tax	81,08,83,486	4—Taxes on Income other than Corporation Tax	92,437	60,22,663	61,15,100
V—Salt	9,29,20,831	5—Salt	47,34,513	76,48,220	1,23,82,733
VI—Opium	1,03,68,296	6—Opium	69,993	1,07,66,859	1,08,36,852
VII—Land Revenue	31,06,732	7—Land Revenue	6,53,229	3,18,496	9,71,725
VIII—Provincial Excise	69,56,974	8—Provincial Excise	1,34,785	3,73,223	5,08,008
IX—Stamps	78,98,303	9—Stamps	3,33,674	51,61,532	54,95,206
X—Forest	7,81,716	10—Forest	6,19,917	10,71,760	16,91,677
XI—Registration	1,75,257	11—Registration	5,486	10,675	16,161
XII—Receipts under Motor Vehicles Acts	6,55,260	12—Charges on account of Motor Vehicles Acts		4,39,042	4,39,042
XIII—Other Taxes and Duties	7,19,832	13—Other Taxes and Duties		11,514	11,514
Total A — Principal Heads of Revenue	2,55,00,86,429	Total A — Direct Demands on the Revenue	1,86,47,612	6,44,19,012	8,30,66,624
B — RAILWAY REVENUE ACCOUNT—		B — RAILWAY REVENUE ACCOUNT—			
XV-A—State Railways—		15-A—State Railways—			
Commercial Lines—		Commercial Lines—			
Gross Receipts	2,14,12,47,175	Interest on Debt	26,12,41,432	97,399	26,13,38,831
Deduct—		Interest on Capital contributed by Companies and Indian States	18,96,274		18,96,274
Working Expenses	1,37,43,00,676	15-B.—State Railways—			
Shares of surplus profits paid to Indian States and Railway Companies	99,14,546	Strategic Lines—			
Payments to worked lines	1,94,51,366	Interest on Debt	1,12,90,787		1,12,90,787
Net Receipts	73,75,80,587	15-C—Subsidised Companies		1,02,744	1,02,744
XV-B.—State Railways—		15-D—Miscellaneous Railway Expenditure—			
Strategic Lines—		Commercial Lines	20,80,833	55,56,605	76,37,438
Gross Receipts	2,25,71,290	15-E—Miscellaneous Railway Expenditure—			
Deduct—Working Expenses	2,92,37,032	Strategic Lines	47,351	44,349	91,700
Net Receipts	66,65,742	15-F.—Transfer to Railway Reserve Fund		17,88,47,209	17,88,47,209
XVI—Subsidised Companies	7,66,493				
XVI-A—Railway Miscellaneous Receipts—					
(a) Commercial Lines	4,80,50,699				
(b) Strategic Lines	14,72,946				
Total XVI—A	4,95,23,645				
Total B—Railway Revenue Account	78,12,04,983	Total B—Railway Revenue Account	27,65,56,677	18,46,48,306	46,12,04,983

No 2—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*contd.*

Heads of Revenue (1)	Actuals for 1944-45 (2) Rs	Heads of Expenditure (3)	Actuals for 1944-45		
			Non-voted (4) Rs	Voted (5) Rs	Total (6) Rs
		E—DEBT SERVICES— <i>concl'd</i> 23—Appropriation for Reduction or Avoidance of Debt	3,00,00,000		3,00,00,000
		Total E—Debt Services	20,49,15,753	1,21,11,452	21,70,27,205
F—CIVIL ADMINISTRATION—		F—CIVIL ADMINISTRATION			
XXI—Administration of Justice	4,50,518	25—General Administration—			
XXII—Jails and Convict Settlements	88,044	A—Heads of Provinces (including Governor General, Executive Council and Ministers)	33,65,500	4,14,553	37,80,053
XXIII—Police	3,42,279	B—Legislative Bodies	51,405	9,28,635	9,80,040
XXIV—Ports and Pilotage	27,68,146	C—Secretariat and Headquarters Establishments	1,17,06,465	1,81,66,195	2,98,72,660
XXV—Lighthouses and Lightships	10,04,641	E—District Administration	10,01,015	6,74,881	16,75,896
XXVI—Education	3,16,841	G—Miscellaneous	—1,58,379	1,12,644	—45,735
XXVII—Medical	2,70,705	H—Charges in England—			
XXVIII—Public Health	14,51,912	A—Secretary of State for India	24,08,390	79,621	24,88,011
XXIX—Agriculture	5,61,454	B—High Commissioner for India	16,65,085	19,69,810	36,34,925
XXX—Veterinary	8,37,854				
XXXI—Co-operation	748				
XXXII—Industries	6,01,035	Total 25—General Administration	2,00,39,481	2,23,46,360	4,23,85,850
XXXIII—Aviation	2,27,370				
XXXIV—Broadcasting	33,81,013	26—Audit	6,28,656	1,12,99,269	1,19,27,925
XXXV—Miscellaneous Departments	1,24,64,663	27—Administration of Justice	7,50,821	7,24,581	14,75,402
		28—Jails and Convict Settlements	4,11,430	6,00,087	10,11,517
		29—Police	17,40,308	2,53,86,952	2,71,06,360
		30—Ports and Pilotage—			
		A—Major Ports—			
		(1) Pilotage Service	4,65,943	12,21,119	16,87,062
		(2) Other Charges	3,87,838	17,49,405	21,37,293
		Total 30—Ports and Pilotage	8,53,771	29,70,584	38,24,355
		31—Lighthouses and Lightships	10,076	10,07,880	10,17,956
		32—Ecclesiastical	4,94,898		4,94,898
		33—Payments to Crown Representative	1,45,76,227		1,45,76,227
		34—Tribal Areas	3,10,51,284		3,10,51,284
		35—External Affairs	1,13,92,332		1,13,92,332
		36—Scientific Departments	10,84,684	1,20,97,803	1,31,82,487
		37—Education—			
		A—University		13,67,557	13,67,557
		B—Secondary	2,25,116	10,99,388	13,24,504
		C—Primary	1,92,164	5,80,610	7,52,774
		D—Special	22,370	4,41,213	4,63,583
		E—General	95,780	2,11,883	3,07,669
		F—Charges in England	400	19,494	19,894
		Total 37—Education	5,35,836	37,00,145	42,35,981
		38—Medical	8,90,700	28,04,808	34,95,508
		39—Public Health	2,94,343	25,10,647	28,13,990
		40—Agriculture	1,54,56,284	1,88,87,606	3,43,43,890
		41—Veterinary	86,127	14,17,400	15,03,527
		42—Co operation		68,712	68,712
		43—Industries	31,25,984	40,93,849	72,19,833
		44—Aviation		52,65,444	52,65,444
		45—Broadcasting	15,682	64,61,151	64,76,833
		47—Miscellaneous Departments	1,11,17,771	41,81,683	1,52,99,454
Total F—Civil Administration	2,47,67,823	Total F—Civil Administration	11,45,56,695	12,56,13,070	24,01,69,765

No 2—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*contd.*

Heads of Revenue (1)	Actuals for 1944-45 (2) Rs.	Heads of Expenditure (3)	Actuals for 1944-45		
			Non-voted (4) Rs	Voted (5) Rs	Total (6) Rs
G—CURRENCY AND MINT—		G—CURRENCY AND MINT—			
XXXVII—Currency	10,62,90,513	48—Currency	2,56,760	67,24,699	69,81,459
XXXVIII—Mint	1,83,45,202	49—Mint	1,05,259	1,37,39,943	1,38,45,202
Total G—Currency and Mint	12,46,35,715	Total G—Currency and Mint	3,62,019	2,04,64,642	2,08,26,661
H—CIVIL WORKS AND MISCELLANEOUS PUBLIC IMPROVEMENTS—		H—CIVIL WORKS AND MISCELLANEOUS PUBLIC IMPROVEMENTS—			
XXXIX—Civil Works	76,54,150	50—Civil Works	32,36,995	—2,07,26,921	—1,74,89,926
J—MISCELLANEOUS—		J—MISCELLANEOUS—			
XLII—Receipts from Indian States	59,75,197	54—Famine		1,241	1,241
XLIV—Receipts in aid of Superannuation	21,18,780	55—Superannuation Allowances and Pensions	1,37,53,129	1,35,48,318	2,73,01,447
XLV—Stationery and Printing	57,70,921	56—Stationery and Printing	94,265	1,72,765	2,67,030
XLVI—Miscellaneous	78,73,088	57—Miscellaneous	5,25,386	3,72,14,067	3,77,39,453
Total J—Miscellaneous	2,17,37,986	Total J—Miscellaneous	1,43,72,780	5,09,36,391	6,53,09,171
K—DEFENCE RECEIPTS—		K—DEFENCE SERVICES—			
XLVII—Defence Receipts—Effective	16,50,76,896	58—Defence Services—Effective	4,62,61,86,790		4,02,61,86,790
XLVIII—Defence Receipts—Non-effective	10,09,955	59—Defence Services—Non Effective	9,47,74,046		9,47,74,046
Total K—Defence Receipts	16,60,86,851	Total K—Defence Services	4,12,09,60,836		4,12,09,60,836
M—EXTRAORDINARY ITEMS—		L—CONTRIBUTIONS AND MISCELLANEOUS ADJUSTMENTS BETWEEN CENTRAL AND PROVINCIAL GOVERNMENTS—			
LI—Extraordinary Receipts	9,720	61—Grants-in-aid to Provincial Governments	1,70,00,000	7,00,00,000	8,70,00,000
LII—Receipts connected with the War, 1939	18,59,77,692	62—Miscellaneous adjustments between Central and Provincial Governments		5,50,482	5,50,482
LII-B—Civil Defence	18,06,764	Total L—Contributions, etc	1,70,00,000	7,05,50,482	8,75,50,482
Total M—Extraordinary Items	18,77,94,176	M—EXTRAORDINARY ITEMS—			
Total—Revenue Receipts	3,99,42,68,235	63—Extraordinary Charges	—3,545		—3,545
		63-A—Expenditure connected with Post war Planning and Development	1,08,348	6,15,940	7,24,288
		64—Expenditure connected with the War, 1939	27,19,91,461		27,19,91,461
		64-B—Civil Defence	97,009	3,75,07,888	3,76,04,897
		Total M—Extraordinary Items	27,21,93,273	3,81,23,828	31,03,17,101
		Total—Revenue Expenditure	5,05,32,89,478	54,629,8,320	5,59,95,87,798

No 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*concl'd*

Heads of Revenue. (1)	Actuals for 1944-45 (2) Rs	Heads of Expenditure (3)	Actuals for 1944 45		
			Non-voted	Voted	Total
			(4) Rs	(5) Rs	(6) Rs
		CAPITAL EXPENDITURE WITHIN THE REVENUE ACCOUNT—			
		AA—5-A—Capital Out- lay on Salt Works		1,60,470	1,60,470
		CC—19—Construction of Irrigation, Navigation, Embankment and Drainage Works	42,325	2,70,126	3,12,451
		DD—21—Capital Outlay on Posts and Tele- graphs		1,23,768	1,23,768
		JJ—55-A—Commutation of Pensions financed from Ordinary Revenues	56,314	—5,12,576	—4,56,262
		Total—Capital Expendi- ture within the Revenue Account	98,639	41,707	1,40,436
		Total—Expenditure within the Revenue Account	5,05,33,88,117	54,63,40,117	5,59,97,28,234
		CAPITAL OUTLAY OUTSIDE THE REVENUE ACCOUNT—			
		BB—Railway Capital Accounts—			
		67-A—Construction of State Railways—Com- mercial	63,174	6,24,82,013	6,25,45,187
		67-B—Construction of State Railways—Strategic		—11,39,232	—11,39,232
		67 C—Capital contributed by Railway Companies towards outlay on State Railways—			
		Discharge of Debentures	43,126	12,02,08,695	12,02,51,821
		DD—Posts and Tele- graphs Capital Account—			
		69—Capital Outlay on Posts and Telegraphs		3,08,46,511	3,08,46,511
		FF—Capital Outlay on Vizagapatam Port—			
		73—Capital Outlay on Vizagapatam Port		—1,10,694	—1,10,694
		HH—Civil Works and Miscellaneous Public Improvements—			
		78—Initial Expenditure on New Capital at Delhi		1,55,28,525	1,55,28,525
		JJ—Miscellaneous Capital Account—			
		83—Payments of Com- muted Value of Pen- sions	—11,74,243	—23,09,704	—34,83,947
		KK—Defence Services—			
		86—Defence Capital Outlay	62,82,52,430		62,82,52,430
		MM—Extraordinary Items—			
		87—Capital Outlay on Schemes connected with the War, 1939	—3,54,32,134		—3,54,32,134
		Total—Capital Outlay out- side the Revenue Ac- count	59,17,52,353	22,55,06,114	81,72,58,467
Total—Revenue	3,99,42,68,235	Total—Expenditure	5,64,51,40,470	77,18,46,231	6,41,69,86,701

No 3.—STATEMENT SHOWING THE DISTRIBUTION BETWEEN NON-VOTED AND VOTED EXPENDITURE

Heads of Expenditure. (1)	Actuals for 1944-45.		
	Non-voted	Voted	Total
	(2)	(3)	(4)
	Rs	Rs	Rs.
Expenditure within the Revenue Account	(a) 5,06,22,16,324	(a) 2,15,26,31,183	(a) 7,21,48,47,547
Expenditure outside the Revenue Account	59,17,52,353	22,55,06,114	81,72,58,467
Disbursements under Debt, Deposits, etc, Heads treated as Expenditure	(b) 6,64,663	(b) 45,14,92,720	(b) 45,21,57,383
Total	5,65,46,33,380	2,82,96,30,017	8,48,42,63,397

(a) The figures have been arrived at as follows —
Detail of Accounts

Total Expenditure within the Revenue Account as in Account No 2	5,05,33,88,117	54,63,40,117	5,59,97,28,234
Add—Working Expenses of—			
Railways	67,83,804	1,42,61,19,816	1,43,29,03,620
Irrigation	4,11,375	2,30,536	6,41,911
Posts and Telegraphs	16,33,068	17,99,40,714	18,15,73,782
Total	5,06,22,16,364	2,15,26,31,183	7,21,48,47,547

(b) The figures have been arrived at as follows .—

P —Deposits and Advances—

Part I —Deposits bearing Interest—

(A) Reserve Funds—

Depreciation Reserve Funds—Railways	.	8,18,29,998	8,18,29,998
Railway Revenue Fund		2,95,44,936	2,95,44,936

Part III —Advances not bearing Interest—

Advances Repayable		19,06,76,062	19,06,76,062
Coinage Accounts		1,23,19,842	1,23,19,842

Q —Loans and Advances by the Central Government—

Advances to Provincial Governments	.	9,25,15,932	9,25,15,932
Advances to Crown Representative	6,64,663	.	6,64,663
Loans to Indian States	.	11,96,500	11,96,500
Loans to Local Funds, etc	.	4,22,62,869	4,22,62,869
Loans to Government Servants	.	11,46,581	11,46,581

Total	..	6,64,663	45,14,92,720	45,21,57,383
-------	----	----------	--------------	--------------

No. 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS

Heads	Actuals for 1944-45 Rs.
A.—Principal Heads of Revenue—	
I.—Customs—	
Sea Customs—	
Imports .. .	91,95,28,024
Exports . . .	2,83,68,278
Miscellaneous . . .	71,29,767
Land Customs . . .	67,93,464
Receipts in England	22
Deduct—	
Share of customs revenue payable to the Travancore and Cochin Govern- ments	—35,11,099
Share of net proceeds of export duties assigned to Provinces	—1,49,21,367
Refunds and drawbacks . . .	—54,57,33,691
Total	39,76,53,398
II.—Central Excise Duties—	
Excise duty on motor spirit	2,90,28,102
Excise duty on kerosene . . .	43,61,318
Excise duty on sugar	6,4,15,084
Temporary excise duty ordinance, 1943	38,75,120
Temporary excise duty ordinance, 1944	98,06,503
Excise duty on matches ..	5,56,69,889
Excise duty on steel ingots . .	51,70,998
Excise duty on mechanical lighters	2,28,767
Excise duty on tyres . . .	1,14,94,032
Excise duty on coal and coke	1,32,51,396
Excise duty on tobacco . . .	17,28,27,034
Excise duty on vegetable products	1,10,94,965
Excise duty on Betelnuts . . .	1,31,24,774
Excise duty on Tea . . .	1,49,97,989
Excise duty on Coffee . . .	16,53,176
Miscellaneous . . .	21,50,046
Deduct—Refunds and drawbacks . . .	—3,14,73,287
Total	38,14,36,506
III.—Corporation Tax—	
Ordinary collections . . .	17,60,33,313
Miscellaneous . . .	21,222
Deduct—Refunds . . .	—1,48,78,469
Surcharge (net) . . .	9,13,638
Excess profits tax (net) . . .	67,44,40,134
Total	83,65,29,838
IV.—Taxes on Income other than Corporation Tax—	
Income tax . . .	47,38,32,998
Super tax . . .	7,55,37,793
Surcharge (net) . . .	33,39,34,217
Excess profits tax (net) . . .	24,67,47,566
Miscellaneous . . .	22,75,512
Receipts in England . . .	8,00,105
Loss or gain by exchange . . .	—1,384
Collection from Burma employees	19,27,307
Deduct—	
Share of net proceeds assigned to Provinces . . .	—26,56,00,000
Refunds . . .	—5,85,70,628
Total	81,08,83,486

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEAD.—*contd*

Heads	Actuals for 1944-45 Rs
A.—Principal Heads of Revenue—<i>contd</i>	
V —Salt—	
Sales of Government salt	57,02,906
Excise duty on salt manufactured locally	6,88,41,134
Duty on imported salt	2,05,77,209
Rents of warehouses	1,01,530
Fees and cesses	3,53,002
Despatch receipts	5,39,537
Miscellaneous	9,90,645
<i>Deduct—Refunds</i>	—41,85,132
Total	9,29,20,831
VI —Opium—	
Sale of medical opium	2,17,551
Cost price of opium sold to Provincial Governments	41,90,990
Sale proceeds of Neemuch Ball opium	4,36,710
Sale proceeds of opium and its alkaloids in other countries	7,35,066
Miscellaneous	5,93,516
Receipts in England	41,91,926
Loss or gain by exchange	8,537
<i>Deduct—Refunds</i>	—6,000
Total	1,03,68,296
VII —Land Revenue—	
Ordinary revenue	31,15,865
Rates and cesses on lands	300
Recoveries of overpayments	1,793
Collection of payments for services rendered	2,206
Miscellaneous	5,53,485
Receipts in England	23
<i>Deduct—</i>	
Portion of Land Revenue due to Irrigation	—4,37,865
Refunds	—1,29,075
Total	31,06,732
VIII —Provincial Excise—	
Country spirits	31,63,958
Malt liquors	92,150
Wines and spirits (foreign liquors other than medicated wines and commercial spirits)	20,36,691
Receipts from commercial spirits including denatured spirits and medicated wines	3,58,427
Opium	11,33,321
Duties on medicinal and toilet preparations containing alcohol, opium, etc	3,698
Hemp and other drugs	1,91,616
Fines, confiscations and miscellaneous	5,162
Collection of payments for services rendered	190
<i>Deduct—Refunds</i>	—28,239
Total	69,56,974

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads	Actuals for 1944-45 Rs
A —Principal Heads of Revenue—<i>contd</i>	
IX —Stamps—	
A —NON-JUDICIAL—	
Sale of stamps	11,20,662
Duty on impressing documents	53,969
Fines and penalties	869
Miscellaneous	523
Deduct—Refunds	—46,712
Total A —Non Judicial	11,29,311
B —JUDICIAL—	
(1) Court fees—	
Court fees realised in stamps	8,31,651
(11) Other receipts—	
Sale of stamps	1,28,252
Fines and penalties	357
Miscellaneous	1,394
Deduct—Refunds	—7,360
Total B —Judicial	9,54,294
C —GENERAL—	
Security Printing, India—	
Recoveries from different Governments for the value of stamps supplied	54,97,146
Other receipts	3,17,552
Total C —General	58,14,698
Total	78,98,303
X.—Forest—	
Timber and other produce removed from forests by Government agency	4,30,681
Timber and other produce removed from forests by consumers and purchasers	57,988
Drift and waif wood and confiscated forest produce	749
Revenue from forests not managed by Government	11,193
Miscellaneous	2,81,932
Receipts in England	110
Deduct—Refunds	—937
Total	7,81,716
XI.—Registration—	
Fees for registering documents	1,40,314
Fees for copies of registered documents	22,154
Miscellaneous	13,072
Deduct—Refunds	—283
Total	1,75,257
XII —Receipts under Motor Vehicles Acts—	
Receipts under the Indian Motor Vehicles Act	6,55,196
Receipts under the Provincial Motor Vehicles Taxation Act	98
Deduct—Refunds	—34
Total	6,55,260

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*concl'd*

Heads	Actuals for 1944-45 Rs
A —Principal Heads of Revenue—<i>concl'd</i>	
XIII.—Other Taxes and Duties—	
A.—Taxes on luxuries including taxes on entertainments, amusements, betting and gambling—	
Entertainment tax	7,11,324
C —Receipts from tobacco duties—	
Receipts under the Punjab Tobacco Vend Fees Act, 1934	8,704
D —Other Items—	
Deduct—Refunds	—196
Total	7,19,832
B.—Railway Revenue Account—	
XV-A.—State Railways—	
Commercial Lines—	
Gross Receipts—	
Coaching earnings	1,02,91,02,928
Goods earnings	1,07,15,23,640
Sundry other earnings	5,03,46,218
Suspense	—97,25,611
Total—Gross Receipts	2,14,12,47,175
Deduct—	
Working Expenses—	
A —Maintenance of structural works	—16,39,11,696
B —Maintenance and supply of locomotive power	—46,98,37,207
C —Maintenance of carriage and wagon stock	—10,79,54,073
D —Maintenance and working of ferry steamers and harbours	—43,39,406
E —Expenses of Traffic Department	—16,61,48,156
F —Expenses of General Departments	—6,08,89,193
G —Miscellaneous expenses	—20,37,04,723
H —Expenses of Electrical Department	—4,62,45,074
Suspense	+1,22,18,594
Appropriation to Depreciation Reserve Fund	—16,34,89,742
Total—Working Expenses	—1,37,43,00,676
Share of surplus profits paid to Indian States and Railway Companies	—99,14,546
Payments to Worked Lines—	
(i) Net earnings	—1,92,48,005
(ii) Rebate, subsidy, etc	—2,03,361
Total—Deduct	—1,40,36,66,588
Net Receipts	73,75,80,587
XV-B.—State Railways—	
Strategic Lines—	
Gross Receipts—	
Coaching earnings	82,98,104
Goods earnings	1,39,62,952
Sundry other earnings	3,10,234
Total—Gross Receipts	2,25,71,290

No 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*concl'd*

Heads	Actuals for 1944-45 Rs
B —Railway Revenue Account — <i>concl'd</i>	
XV -B —State Railways—<i>concl'd</i>	
<i>Deduct—</i>	
Working Expenses—	
A —Maintenance of structural works	—40,76,766
B —Maintenance and supply of locomotive power	—93,48,047
C.—Maintenance of carriage and wagon stock	—19,78,109
E —Expenses of Traffic Department	—29,09,879
F —Expenses of General Departments	—14,41,236
G —Miscellaneous expenses	—21,14,785
H —Expenses of Electrical Department	—737,725
Appropriation to Depreciation Reserve Fund	—66,27,485
Total—Working Expenses	—2,92,37,032
Net Receipts	—66,67,712
XVI —Subsidised Companies—	
Government share of surplus profits	7,31,493
Sale of land	20,135
Guarantee and loss recovered from Provincial Governments, etc for unremun- erative Lines	14,865
Total	7,66,493
XVI.-A —Railway Miscellaneous Receipts—	
(a) Commercial Lines—	
Interest on Depreciation Reserve Fund balances	3,45,16,748
Interest on Railway Reserve Fund balances	1,05,93,276
Interest and dividends on securities purchased from the Reserve Funds	2,08,518
Contribution for Government supervision and control recoverable from Companies	1,28,047
Miscellaneous Receipts	26,61,080
(b) Strategic Lines—	
Interest on Depreciation Reserve Fund balances	14,72,916
Total	4,97,23,615
C.—Irrigation, Navigation, Embankment and Drainage Works—	
XVII —Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—	
A —IRRIGATION WORKS—	
(1) Productive Works—	
Gross Receipts—	
Direct Receipts—	
Water Rates	27,788
Sales of water	2,081
Recoveries of expenditure	34,169
Irrigation land revenue collected in the Civil Department	3,78,874
Total	4,42,912
<i>Deduct—</i>	
Working Expenses—	
Maintenance and repairs	—1,78,671
Establishment	—1,34,003
Tools and plant	—6,381
Total—Working Expenses	—3,19,055
Net Receipts	1,23,857

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1944-45 Rs
C —Irrigation, Navigation, Embankment and Drainage Works—<i>concl'd</i>	
XVII —Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—<i>concl'd</i>	
A —IRRIGATION WORKS—<i>concl'd</i>	
(2) Unproductive Works—	
Gross Receipts—	
Direct Receipts—	
Water rates	29,178
Sales of water	11,128
Plantation	656
Water power	1,826
Rents	391
Fines	1,576
Recoveries of expenditure	11
Miscellaneous	2,33,234
Irrigation land revenue collected in the Civil Department	58,991
Total	3,36,991
Deduct—	
Working Expenses—	
Extensions and improvements	—18,278
Maintenance and repairs	—2,57,438
Establishment	—44,655
Tools and plant	—2,485
Total—Working Expenses	—3,22,856
Net Receipts	14,135
Total—Net Receipts	1,37,992
XVIII —Irrigation, Navigation, Embankment and Drainage Works for which no Capital Accounts are kept—	
A —IRRIGATION WORKS—	
Direct Receipts—	
Water rates	3,673
Sales of water	68
Plantations	18
Rents	201
Recoveries of expenditure	730
Miscellaneous	24,629
Receipts in England	477
Loss or gain by exchange	1
Total	29,797
D.—Posts and Telegraphs—	
XIX —Posts and Telegraphs—	
Abstract A —Postage and Message Revenue	20,10,01,744
Abstract B —Miscellaneous Revenue	7,23,75,906
Abstract BB —Revenue Receipts of Telephone Districts	2,04,70,310
Total—Gross Receipts	29,38,47,960

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*concl'd.*

Heads	Actuals for 1944-45. Rs
D.—Posts and Telegraphs—<i>concl'd</i> XIX —Posts and Telegraphs—<i>concl'd.</i>	
<i>Deduct—</i>	
Working Expenses—	
Abstract C —General Administration	—1,81,64,154
Abstract D —Accounts and Audit	—38,51,002
Abstract E —Control Circle Offices	—54,49,438
Abstract F —Engineering Expenses	—87,72,343
Abstract G —Pensionary Charges	—1,30,45,092
Abstract H —Stamps, Post cards, Printing and Stationery.	—1,00,76,325
Abstract I —Maintenance of assets	—78,19,498
Abstract J —Postal Expenses (including cost of combined offices)	—10,81,,09,557
Abstract K —Telegraph Traffic (excluding cost of combined offices) .	—1,44,63,478
Abstract L —Telegraph (Radio) Expenses	—9,59,263
Abstract M —Telephone Expenses	—51,48,715
Abstract MM —Expenses of Telephone Districts	—66,16,837
Abstract N —Contributions to the Renewal Reserve Fund	—1,25,00,000
Abstract O — <i>Deduct—Credits to Working Expenses</i>	+3,34,01,920
Total—Working Expenses	—18,15,73,782
Net Receipts	11,22,74,178
E.—Debt Services—	
XX.—Interest—	
Interest on loans and advances by the Central Government.. . . .	41,65,347
Interest realised on investments of Cash balances	39,721
Interest on arrears of revenue	1,500
Percentage from subscribers to Service Funds on foreign service	229
Miscellaneous	1,83,047
Receipts in England	1,34,61,400
Loss or gain by exchange	23,411
<i>Deduct—Refunds</i>	—16,500
Total	1,78,58,155
F.—Civil Administration—	
XXI.—Administration of Justice—	
Sale proceeds of unclaimed and escheated property	36,612
Court fees realized in cash	440
General fees, fines and forfeitures	4,36,972
Receipts of the Federal Court	8,220
Miscellaneous fees and fines—	
Record room receipts	907
Other receipts	6,363
Recoveries of overpayments	204
Collection of payments for services rendered	4,721
Miscellaneous	11,091
<i>Deduct—Refunds</i>	—55,012
Total	4,50,518
XXII.—Jails and Convict Settlements—	
Jails	
Jail manufactures	16,918
Recoveries of overpayments	71,171
Collection of payments for services rendered	217
<i>Deduct—Refunds</i>	418
Total	88,644

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads	Actuals for 1944-45. Rs.
F.—Civil Administration—<i>contd</i>	
XXVII.—Medical—	
Medical School and College fees	402
Hospital receipts	70,282
Sale of medicines	42,171
Contributions	38,588
Recoveries of overpayments	1,865
Collection of payments for services rendered	1,11,000
Miscellaneous	15,224
Receipts in England	146
Deduct—Refunds ..	—11,973
Total	
	2,70,705
XXVIII.—Public Health—	
Sale proceeds of sera and vaccines, etc.	12,06,860
Contributions	24,389
Recoveries of overpayments	1,486
Collection of payments for services rendered	1,43,089
Miscellaneous	76,356
Receipts in England	6
Deduct—Refunds ..	—274
Total	
	14,51,912
XXIX.—Agriculture—	
Agricultural receipts	4,11,956
Contribution from the fund for the relief of groundnut cultivators	1,00,000
Recoveries of overpayments	47,308
Collection of payments for services rendered	800
Receipts in England	1,620
Loss or gain by exchange	3
Deduct—Refunds ..	—323
Total	
	5,61,454
XXX.—Veterinary—	
Collection of payment for services rendered	6,069
Other receipts	8,32,181
Deduct—Refunds ..	—396
Total	
	8,37,854
XXXI.—Co-operation—	
Miscellaneous receipts	748
XXXII.—Industries—	
Industries	2,521
Government Test House	87,575
Indian School of Mines	49,199
Collection of payments for services rendered	4,62,670
Receipts in England	15
Deduct—Refunds ..	—945
Total	
	6,01,035

No 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd*

Heads		Actuals for 1944-45 Rs
F.—Civil Administration—<i>concl'd</i>		
XXXIII.—Aviation—		
Aviation receipts	.	2,27,134
Receipts in England	.	667
Loss or gain by exchange	.	1
Deduct—Refunds	.	—432
Total		2,27,370
XXXIV.—Broadcasting—		
Licence fees	.	20,01,958
Other receipts	.	14,38,238
Receipts in England	.	866
Loss or gain by exchange	.	1
Deduct—Refunds	.	—60,050
Total		33,81,013
XXXVI.—Miscellaneous Departments—		
Labour and Emigration—		
Emigration fees	..	1,15,972
Licence fees under the Labour Recruitment Control Order, 1944	.	378
Fees for registration of Trade Unions	.	42
Miscellaneous—		
Registration of Accountants	..	83,684
Examination fees	..	1,44,280
Patent fees	.	3,22,492
Fees for the inspection of steam boilers	..	13,147
Fees for the deposit and registration of Trade Marks	.	1,82,863
Registration of Joint Stock Companies	.	5,56,389
Miscellaneous	..	1,06,08,834
Fees realised under the Insurance Act, 1938	.	3,19,938
Imperial Dairy Department	.	1,56,524
Receipts in England	.	846
Loss or gain by exchange	..	4
Deduct—Refunds	.	—40,730
Total		1,24,64,663
G.—Currency and Mint—		
XXXVII.—Currency—		
Share of surplus profits of the Reserve Bank	..	10,06,57,810
Currency Note Press	..	54,17,584
Value of old Currency Notes assumed to be no longer in circulation	.	2,20,594
Value of unclaimed Currency Notes	..	5,972
Miscellaneous	..	380
Deduct—Refund	..	—11,827
Total		10,62,90,513
XXXVIII.—Mint—		
Profit from circulation of nickle, bronze and copper coins	.	1,61,59,245
Fees for coining dollars, etc	..	6,15,801
Assay fees	..	13,966
Miscellaneous	..	15,55,887
Receipts in England	.	420
Loss or gain by exchange	..	1
Deduct—Refunds	..	—118
Total		1,83,45,202

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS.—*contd.*

Heads	Actuals for 1944-45 Rs.
H.—Civil Works and Miscellaneous Public Improvements—	
XXXIX.—Civil Works—	
Rents	36,70,842
Ferry receipts	25,707
Recoveries of expenditure	5,97,013
Miscellaneous	33,94,106
Receipts in England	3,712
Loss or gain by exchange	6
<i>Deduct—Refunds</i>	—37,236
Total	76,54,150
J.—Miscellaneous—	
XLII.—Receipts from Indian States—	
Receipts from Indian States	59,75,197
XLIV.—Receipts in aid of Superannuation—	
Subscriptions under the India Civil Service (Non-European Members) Family Pension Rules	1,58,508
Subscriptions under the Superior Services (India) Family Pension (Untransferred) Rules	20,596
Contributions for pensions and gratuities	18,25,719
Deductions for Marine Pension Fund	12,370
Miscellaneous	22,527
<i>Receipts in England—</i>	
Dividends to Widows' Funds of the Home Establishment of the East India Company	26,251
Subscriptions in aid of the India Office Provident Fund	1,477
Bengal Civil Fund	200
Deductions for Marine Pension Fund	290
Wage deductions on account of contributions to pensions	756
Subscriptions and Donations—Indian Civil Service (Non-European Members) Family Pensions	211
Miscellaneous	49,755
Loss or gain by exchange	143
<i>Deduct—Refunds</i>	—23
Total	21,18,780
XLV.—Stationery and Printing—	
Stationery receipts	46,79,147
Sale of plain paper used with stamps	12,515
Sale of gazettes and other Government publications	8,24,135
Collection of payments for services rendered	384
Other press receipts	3,37,689
Receipts in England	8,089
Loss or gain by exchange	20
<i>Deduct—Refunds</i>	—91,058
Total	57,70,921
XLVI.—Miscellaneous—	
Net gain by exchange on remittance transactions	23,60,288
Unclaimed deposits	3,71,971
Sales of land and houses, etc	8,864
Fees for Government audit	3,64,750
Receipts arising out of the Military Land Scheme, Bombay	6,83,515
Recoveries of overpayments	4,20,684
Collection of payments for services rendered	8,22,665
<i>Other receipts—</i>	
Sales of old stores and materials	94,021
Rents, rates and taxes	85,944
Naturalisation, passport and copyright fees	1,00,042
Other fees, fines and forfeitures	2,18,023
Interest on cemetery endowments	11,349
Gain by exchange on local transactions	25,892
Ecclesiastical receipts	29,917
Contributions	23,037
Miscellaneous	25,02,860
Recoveries from Evacuees from War Zones	880

No. 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*concl'd*

	Actuals for 1944-45
J.—Miscellaneous—<i>concl'd</i>.	Rs
XLVI.—Miscellaneous—<i>concl'd</i>	
Receipts in England	4,62,227
Loss or gain by exchange	869
Deduct—Refunds	—7,14,710
Total	78,73,088
K —Defence Services—	
XLVII —Defence Receipts—Effective—	
III —War measures chargeable to Indian Revenues—	
A —Receipts in India	16,49,77,165
B —Receipts in England	99,731
Total	16,50,76,896
XLVIII —Defence Receipts—Non effective—	
A — Receipts in India—	
I —Army	3,20,897
II —Air Forces	2
III —Royal Indian Navy	308
B —Receipts in England—	
I —Army	3,94,624
II —Air Forces	2,93,843
III —Royal Indian Navy	281
Total	10,09,955
M.—Extraordinary Items—	
LI —Extraordinary Receipts—	
Other Items	9,720
LII —Receipts connected with the War, 1939—	
Department of Supply.—	
Fees on account of inspection of stores purchased through the Department	22,70,097
Fees on account of inspection of stores not purchased through the Department	8,42,008
Fees on account of purchase of stores	25,76,654
Receipts of the Coal Commissioner	43,069
Miscellaneous	9,72,580
Fees levied by the Custodian of Enemy Property	86,894
Recoveries for Lease/Lend Stores	50,10,242
Receipts from Road Transport Service, Calcutta	7,27,771
Insurance premia under the War Risks (Factories) Insurance Scheme	4,15,75,451
Transfers from War Risk (Factories) Insurance Fund	4,34,46,157
Miscellaneous	74,21,425
Receipts of the Textile Commissioners	6,64,045
Insurance premia under the War Risks (Goods) Insurance Scheme	3,74,72,025
Transfers from War Risks (Goods) Insurance Fund	4,34,46,157
Receipts in England	1,14,333
Loss or gain by exchange	199
Deduct—Refunds	—6,91,415
Total	18,59,77,692
LII.—B.—Civil Defence—	
Insurance premia and other receipts under the War Injuries Compensation Insurance Scheme	73,123
Miscellaneous	17,41,578
Receipts in England	2,031
Loss or gain by exchange	4
Deduct—Refunds	—9,972
Total	18,06,764

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS

Heads (1)	Actuals for 1944-45		
	Non-voted. (2) Rs.	Voted (3) Rs.	Total. (4) Rs.
A.—Direct Demands on the Revenue—			
1 —Customs—			
Sea Customs, charges at the Ports ..	2,03,536	76,67,448	78,70,984
Land Customs, charges ..	2,01,186	12,17,006	14,18,192
Assignments and Compensations ..	6,86,290	7,219	6,93,509
Charges in England ..	4,622	14,519	19,141
Loss or gain by exchange ..	8	26	34
Total ..	10,95,642	89,06,218	1,00,01,860
2 —Central Excise Duties—			
Charges on collection of Excise Duty on Matches ..		76	76
Charges on collection of Excise Duty on Tobacco ..		60,000	60,000
Payments to Indian States of share of Match Excise Duty ..	83,39,322		83,39,322
Amount paid to the Salt Department for share of the cost of combined Central Excise and Salt Department ..	9,853	1,00,15,722	1,00,25,575
Payment of the net proceeds of the Excise Duty on Coal and Coke to the Coal Mines Stowing Board ..	24,21,608		24,21,608
Transfers to the Coal Mines Labour Welfare Fund ..	70,867		70,867
Compensation paid to the Provincial Governments for the suspension of Provincial measures of taxation on wholesale trades in Tobacco ..		88,92,863	88,92,863
Commission paid to the Post and Telegraph Department for sale of Central Excise Revenue Stamps ..		18,247	18,247
Charges in England ..		16,147	16,147
Loss or gain by exchange ..		28	28
Total ..	1,08,41,650	1,90,03,083	2,98,44,733
3 —Corporation Tax—			
Collection of Corporation Tax ..	66,286	46,85,727	47,52,013
4.—Taxes on Income other than Corporation Tax—			
Collection of Income Tax ..	1,37,323	1,06,84,318	1,08,21,646
Other Charges ..		1	1
Deduct—Proportionate charges transferred to "3 —Corporation Tax" ..	—66,286	—46,85,727	—47,52,013
Charges in England ..	21,358	24,029	45,387
Loss or gain by exchange ..	37	42	79
Total ..	92,437	60,22,663	61,15,100
5.—Salt—			
A —CHARGES OF THE NORTHERN INDIA SALT AND CENTRAL EXCISES DEPARTMENT—			
Direction ..	28,621	1,45,449	1,74,070
Manufacture and sale ..		27,88,421	27,88,421
Engineering section ..		2,17,269	2,17,269
Medical establishment ..		36,238	36,238
Contribution to the Renewals Reserve Fund ..		1,38,500	1,38,500
Renewals and Replacements ..		20,989	20,989
Deduct—Amount met from the Renewals Reserve Fund ..		—20,989	—20,989
Cost of Accounts and Audit ..		38,144	38,144
Pensionary charges and contributions to Provident Funds ..	2,030	50,926	52,956

No 5 — DETAILED ACCOUNT OF EXPENDITURE BY MINOR HAEDS—*contd*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs.
A.—Direct Demands on the Revenue—<i>contd</i>			
5.—Salt—<i>concl</i>			
A—CHARGES OF THE NORTHERN INDIA SALT AND CENTRAL EXCISES DEPARTMENT—<i>contd</i>			
Preventive establishments		59,55,600	59,55,600
Interest on capital	3,75,027		3,75,027
Royalties and Compensations	36,86,944		36,86,944
Charges in England	9,800	12,976	22,776
Loss or gain by exchange	16	22	38
Deduct—Share debitable to " 2 —Central Excise Duties "		—53,41,909	—53,41,909
Deduct—Contribution from private parties		—1,323	—1,323
B —CHARGES OF SALT AND CENTRAL EXCISES IN PROVINCES—			
Directions	93,007	67,51,299	68,17,306
Preventive establishments		19,11,326	19,11,326
Medical establishment		15,427	15,427
Salt purchase and freight		8,74,651	8,74,651
Cost of printing bandorols		5,89,634	5,89,634
Cost of printing Central Excise Stamps and labels		7,931	7,931
Works		91,568	91,568
Royalties and Compensations	5,52,256	55,235	6,07,491
Deduct—			
Share debitable to " 2 —Central Excise duties	—9,853	—46,73,813	—46,83,666
Charges recovered from the Customs Department	—3,335	—20,17,967	—20,21,302
Contributions from private parties		—384	—384
Total	47,34,513	76,48,220	1,23,82,733
6 —Opium—			
Superintendence and other establishments in the United Provinces	26,540	3,90,928	4,17,468
Ghazipur opium factory		12,27,727	12,27,727
Payments for special cultivation in Malwa		40,84,671	40,84,671
Payments to cultivators in the United Provinces		47,88,708	47,88,708
Compensations	38,637		38,637
Miscellaneous opium charges in Calcutta		69,256	69,256
Neemuch opium factory		1,90,350	1,90,350
Miscellaneous		1,850	1,850
Charges in England	4,800	13,353	18,153
Loss or gain by exchange	16	16	32
Total	69,993	1,07,66,859	1,08,36,852
7.—Land Revenue—			
Charges of administration	1,77,469	45,791	2,23,260
Charges on account of land revenue collections	11,333	10,436	21,769
Survey, Settlement and Record operations	2,30,596	1,35,870	3,66,466
Land Records	1,22,553	1,21,169	2,43,722
Assignments and Compensations	1,07,271	5,230	1,12,501
Charges in England	4,007		4,007
Total	6,53,229	3,18,496	9,71,725
8.—Provincial Excise—			
District Executive Establishment	34,072	1,54,543	1,88,615
Distilleries	6,926		6,926
Cost of opium supplied to Provincial Excise Departments	17,477	2,13,889	2,31,366
Compensations	76,310	4,791	81,101
Total	1,34,785	3,73,223	5,08,008

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads (1)	Actuals for 1944-45		
	Non-voted	Voted	Total
	(2) Rs	(3) Rs	(4) Rs.
A.—Direct Demands on the Revenue—<i>concl'd</i>			
9.—Stamps—			
A —NON-JUDICIAL—			
Superintendence .. .	..	8,307	8,307
Central Stamp Office at Calcutta . .		1,785	1,785
Charges for the sale of stamps	3,568	13,492	17,060
Cost of stamps supplied from Central Stamp Stores	1,817	1,356	3,173
B —JUDICIAL—			
Charges for the sale of stamps ..	721	5,618	6,339
C —GENERAL—			
Security Printing India—			
Capital Account—			
Buildings . . . .	..	44,624	44,624
Revenue Account—			
Working expenses	56,663	50,86,400	51,43,063
Interest on capital	2,70,905		2,70,905
Total	3,33,674	51,01,532	54,95,206
10.—Forest—			
General Direction ..	46,860	10,000	56,860
Forest Research Institute	1,41,821	9,28,439	10,68,260
Conservancy and Works	3,34,478	58,511	3,92,989
Establishment	41,289	50,355	91,644
Charges in England	55,373	28,410	81,783
Loss or gain by exchange	96	45	141
Total	6,19,917	10,71,760	16,91,677
11.—Registration—			
District charges	5,486	10,675	16,161
12.—Charges on account of Motor Vehicles Acts—			
Charges of collection . . . .	..	38,023	38,023
Compensations to local bodies, etc . .		4,01,019	4,01,019
Total		4,39,042	4,39,042
13.—Other Taxes and Duties—			
Entertainment tax		11,514	11,514
AA.—Principal Revenue Heads—			
Capital Outlay on Salt Works within Revenue Account—			
E-A.—Capital Outlay on Salt Works—			
Works . . . .	..	75,542	75,542
Plant and machinery		84,937	84,937
Total		1,60,479	1,60,479

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Headr. (1)	Actuals for 1944-45		
	Non-voted.	Voted	Total
	2) Rs.	(3) Rs.	(4) Rs.
B.—Railway Revenue Account—			
15-A.—State Railways—			
Commercial Lines—			
Interest on Debt	26,12,41,432	97,399	26,13,38,831
Interest on Capital contributed by Companies and Indian States	18,96,274	..	18,96,274
Total	26,31,37,706	97,399	26,32,35,105
15-B —State Railways—			
Strategic Lines—			
Interest on Debt	1,12,90,787	..	1,12,90,787
15-C.—Subsidised Companies—			
Land	..	18,039	18,039
Subsidy	..	84,705	84,705
Total	..	1,02,744	1,02,744
15-D —Miscellaneous Railway Expenditure—			
Commercial Lines—			
Railway Board	6,58,627	20,33,734	26,92,361
Inspection	1,60,385	98,394	2,58,779
Audit	1,76,427	15,85,068	17,61,495
Railway Rates Advisory Committee	..	45,997	45,997
Chief Mining Engineer	64,096	—36,011	28,085
Chief Controller of Standardization	65,471	3,12,275	3,77,746
Miscellaneous establishments and charges	95,720	11,21,547	12,17,267
Pensionary charges	8,60,107	4,89,713	13,49,820
Surveys	..	—88,754	—88,754
Suspense	..	—5,358	—5,358
Total	20,80,833	55,56,605	76,37,438
15-E —Miscellaneous Railway Expenditure—			
Strategic Lines—			
Inspection	9302	5,706	15,008
Audit	2,680	18,528	21,208
Pensionary Charges	35,369	20,115	55,484
Total	47,351	44,349	91,700
15-F.—Transfer to Railway Reserve Fund		17,88,47,209	17,88,47,209
C —Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—			
17 —Interest on Works for which Capital Accounts are kept—			
Irrigation Works	6,20,482	..	6,20,482

No 5 — DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*concl'd.*

Actuals for 1914-15

Heads, (1)	Actuals for 1914-15		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
C.—Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—<i>concl'd</i>			
18 —Other Revenue Expenditure financed from Ordinary Revenues—			
A —IRRIGATION WORKS—			
(1) Works for which no Capital Accounts are kept—			
Works	40,683	.	40,683
Maintenance and Repairs	26,533		26,533
Establishment	—16,789	3,496	—13,293
Tools and Plant	—8,088		—8,088
Suspense	—17,628	..	—17,628
Charges in England	2,134		2,134
Loss or gain by exchange	3	.	3
(2) Miscellaneous Expenditure—			
Establishment	2,560	1,60,816	1,63,376
Tools and Plant	..	11	11
Other charges	.	8,974	8,974
Grants-in-aid	.	—22,500	—22,500
Charges in England	17	2,242	2,259
Loss or gain by exchange		4	4
B —NAVIGATION, EMBANKMENT AND DRAINAGE WORKS—			
(1) Works for which no Capital Accounts are kept—			
Works	1,075		1,075
Maintenance and Repairs	26,420	2,583	29,003
Establishment		168	168
Tools and Plant	.	26	26
(2) Miscellaneous Expenditure—			
Establishment		135	135
Tools and Plant		21	21
Other charges		2,082	2,082
Total	56,920	1,58,053	2,14,978
CC —Capital Account of Irrigation, Navigation, Embankment and Drainage Works within the Revenue Account—			
19 —Construction of Irrigation, Navigation, Embankment and Drainage Works—			
B —FINANCED FROM ORDINARY REVENUES—			
Irrigation Works	42,325	2,70,126	3,12,451
D.—Posts and Telegraphs Revenue Account—			
20 —Posts and Telegraphs—			
Interest on Debt—			
Interest on Capital Outlay	98,09,436	.	98,09,436
DD.—Posts and Telegraphs Capital Account within the Revenue Account—			
21.—Capital Outlay on Posts and Telegraphs—			
Amount transferred from " 69 —Capital Outlay on Posts and Telegraphs—A —Capital Outlay on New Assets	.	1,23,768	1,23,768

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
E.—Debt Services—			
22.—Interest on Debt and Other Obligations—			
A.—Interest on Ordinary Debt—			
(*) RUPEE DEBT—			
1 Interest on Permanent Loans	34,57,53,033		34,57,53,033
2 Discount on Loans	60,26,000		60,26,000
3 Floating Loans—			
Discount on Treasury Bills	52,11,554		52,11,554
4 Other Items—			
Expenditure connected with the issue of new loans	.	18,78,902	18,78,902
Management of Debt		20,16,453	20,16,453
Miscellaneous	3,03,970	81,047	3,85,017
Payment of prizes in respect of 5 year interest free prize bonds, 1949	4,99,500		4,99,500
Deduct—Interest realized on investment of cash balances in short terms bonds, etc	—1,46,29,416		—1,46,29,416
Total—Rupee Debt	34,31,64,641	39,76,402	34,71,41,043
(**) STERLING DEBT—			
Interest on Loans contracted in England under various Acts	53,71,057		53,71,057
Interest portion of Annuities created in purchase of Railways	1,18,99,127		1,18,99,127
Interest on outstanding liabilities of Railway Companies taken over on purchase or termination of contract	1,86,360	.	1,86,360
Interest on Sterling Loans repatriated to India	—25,101		—25,101
Discount on Loans	47,12,301		47,12,301
Management of Debt		49,037	49,037
Other Items—			
Difference between par value and cost of India Bonds purchased for cancellation	1,02,230	.	1,02,230
Other items	—46		—46
Loss or gain by exchange	38,733	85	33,818
Total—Sterling Debt	2,22,84,661	49,122	2,23,33,783
B.—Interest on Unfunded Debt—			
1 Special Loans—			
Interest on Loans from the late King of Oudh	7,00,644	.	7,00,644
Interest on other Special Loans	35,360	.	35,360
2 Treasury Notes of service and other Funds	2,464		2,464
3 Deposits of Service Funds bearing interest—			
Interest on Bengal Uncovenanted Service Family Pension Fund	2,36,454	..	2,36,454
Interest on Bengal and Madras Service Family Pension Fund	69,211		69,211
Interest on Bombay Family Pension Fund of Government Servants (Widows' Pension Branch)	1,19,094		1,19,094
Interest on Madras Military Assistant Surgeons' Fund	15,225		15,225
4 Savings Bank Deposits—			
Interest on Post Office Savings Bank Deposits	1,22,12,294		1,22,12,294
Interest on Defence Savings Bank Deposits	15,91,683		15,91,683
Interest on Post Office Cash Certificates	86,00,000		86,00,000
Interest on Defence Savings Certificates	15,50,000		15,50,000
Payments to Post Office for Savings Bank, Cash Certificate and Defence Savings Certificate work	..	78,55,548	78,55,548

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS— *contd*

Heads (1)	Actuals for 1944-45		
	Non voted (2) Rs	Voted (3) Rs	Total (4) Rs
E.—Debt Services—<i>contd</i>			
22 —Interest on Debt and Other Obligations— <i>contd</i> .			
B —Interest on Unfunded Debt—<i>concl'd</i>			
5 State Provident Funds—			
Interest on General Provident Fund	41,99,726	.	41,99,726
Interest on Indian Civil Service Provident Fund	88,594		88,594
Interest on Indian Civil Service (Non-European Members) Provident Fund	4,031	.	4,031
Interest on Defence Savings Provident Fund	6,29,604		6,29,604
Interest on Defence Savings Railway Provident Fund	77,066	.	77,066
Interest on Defence Services Officers' Provident Fund	3,43,810		3,43,810
Interest on Indian Ordnance Department Provident Fund	3,89,409	.	3,89,409
Interest on Military Engineer Services Provident Fund	2,344	.	2,344
Interest on Contributory Provident Fund	4,14,147	.	4,14,147
Interest on other Miscellaneous Provident Funds	4,51,306	..	4,51,306
Interest on Deposits in State Railway Provident Institution	2,78,56,668	.	2,78,56,668
6 Special Deposit Accounts—			
Interest on Postal Insurance and Life Annuity Fund	36,60,810	..	36,60,810
Interest on General Family Pension Fund	200	..	200
Interest on Hindu Family Annuity Fund	1,500	.	1,500
Interest on Bengal Christian Family Pension Fund	68	..	68
Interest on Bombay Family Pension Fund of Government Servants (Life Assurance Branch)	190		190
Interest on Cemetery Endowment Fund	23,006	.	23,006
Interest on Railway Staff Benefit Fund	24,790		24,790
Interest on Indian Railway Conference Association Employees' Provident Fund	781		781
Interest on Eastern Group Sleeper Control Provident Fund	9,609		9,609
Interest charges on undisbursed pay of Indian Ranks	25,96,891		25,96,891
Payments in England—			
Interest on balances of the Indian Civil Service Family Pension Fund	5,51,433		5,51,433
Interest on balances of the Indian Military Service Family Pension Fund	7,92,086		7,92,086
Interest on balances of the Indian Military Widows' and Orphans' Fund	1,14,497		1,14,497
Loss or gain by exchange	2,536		2,536
Total B —Interest on Unfunded Debt	6,73,67,531	78,55,548	7,52,23,079
C.—Interest on Other Obligations—			
Interest on Depreciation Reserve and other Reserve Funds—			
Interest on Railway Reserve Fund	1,05,33,276	.	1,05,33,276
Interest on Depreciation Reserve Fund—Railways	3,59,89,694	..	3,59,89,694
Interest on Renewals Reserve Fund—Northern India Salt Revenue Department	1,02,714	..	1,02,714

No 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs.	Voted (3) Rs.	Total (4) Rs.
E.—Debt Services—<i>concl'd</i>			
22 —Interest on Debt and Other Obligations— <i>concl'd.</i>			
C.—Interest on Other Obligations— <i>concl'd</i>			
Interest on Depreciation Reserve and other Reserve funds— <i>concl'd</i>			
Interest on Renewals Reserve fund—			
Posts and Telegraphs Department	14,58,246	..	14,58,246
Interest on General Reserve fund—Light-houses and Lightships	1,79,994	..	1,79,994
Interest on Depreciation Reserve fund—Lighthouses and Lightships	60,474	..	60,474
Other Items—			
Miscellaneous	73,33,422	2,30,380	75,63,802
Payments in England—			
Interest on Bengal and North Western Railway 5 per cent Debenture Stock Discount Sinking Fund	65,745	..	65,745
Loss or gain by exchange	114	..	114
Total C —Interest on Other Obligations	5,57,23,672	2,30,380	5,59,54,052
D.—Transfers—			
Deduct—			
Interest transferred to Commercial Departments, etc	—28,53,14,279	..	—28,53,14,279
Interest paid by Provincial Governments and the Government of Coorg	—2,67,34,343	..	—2,67,34,343
Interest portion of equated payments on account of Commuted Value of Pensions	—15,76,137	..	—15,76,137
Total D —Transfers	—31,36,24,759	..	—31,36,24,759
Total 22 —Interest, etc	17,49,15,753	1,21,11,452	18,70,27,205
23.—Appropriation for Reduction or Avoidance of Debt—			
Sinking Funds	95,04,000	..	95,04,000
Other Appropriations	2,04,96,000	..	2,04,96,000
Total	3,00,00,000	..	3,00,00,000
F.—Civil Administration—			
25 —General Administration—			
A —HEADS OF PROVINCES (INCLUDING THE GOVERNOR GENERAL), EXECUTIVE COUNCIL AND MINISTERS—			
Salary of the Governor General	2,29,080	..	2,29,080
Secretariat Staff of Governor General	7,69,790	..	7,69,790
Staff and Household of Governor General	2,75,469	..	2,75,469
Sumptuary allowance of Governor General	41,250	..	41,250
State conveyances and motors of the Governor General	45,949	..	45,949
Expenditure from contract allowance	2,51,869	..	2,51,869
Tour expenses	2,70,497	..	2,70,497
Chief Commissioners	6,13,525	1,91,949	8,05,474
Executive Council	8,68,071	2,22,604	10,90,675
B —LEGISLATIVE BODIES—			
Council of State	..	1,05,666	1,05,666
Indian Legislative Assembly	51,405	3,54,927	4,06,332
Legislative Assembly Department	..	3,75,255	3,75,255
Elections for Legislature	..	92,787	92,787

No 5 — DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
F.—Civil Administration—<i>contd.</i>			
25 —General Administration— <i>contd.</i>			
C —SECRETARIAT AND HEADQUARTERS ESTABLISHMENTS—			
Civil Secretariats	1,12,42,724	1,81,66,195	2,94,08,919
Public Service Commission	4,63,741		4,63,741
E —DISTRICT ADMINISTRATION—			
General Establishments	6,33,776	5,98,013	12,31,789
Sub divisional Establishments	2,74,451	10,486	2,84,937
Other Establishments	92,788	66,382	1,59,170
G —MISCELLANEOUS—			
Payments to the Crown Department on account of work done or services rendered to the Central Government		5,704	5,704
Payments to other Governments, Departments, etc., connected with administration of Agency Subjects and management of Treasuries			
Miscellaneous	1,91,621	93,225	93,225
Deduct—Contributions recoverable from other Governments, Departments, etc	—3,50,000	13,715	2,05,336
H —CHARGES IN ENGLAND—			
A —Secretary of State for India—			
Payments to His Majesty's Exchequer towards expenses of the Departments of the Secretary of State for India	23,33,333		23,33,333
Other Items	70,875	79,482	1,50,357
Loss or gain by exchange	4,182	139	4,321
B —High Commissioner for India—			
Salaries and Expenses of the High Commissioner's Department	7,38,524	18,65,161	26,03,685
Other Items	9,23,668	1,01,251	10,24,919
Loss or gain by exchange	2,893	3,428	6,321
Total	2,00,39,481	2,23,46,369	4,23,85,850
26.—Audit—			
Auditor General	47,358	3,68,869	4,16,227
Officers of the Indian Audit Department	6,52,591	18,62,542	25,15,133
Accounts and Audit Offices	36,356	1,58,11,981	1,58,48,337
Deduct—Establishment charges recovered from other Governments, Departments, etc	—2,40,124	—68,06,204	—70,46,328
Charges in England	1,32,245	61,974	1,94,219
Loss or gain by exchange	230	107	337
Total	6,28,656	1,12,99,269	1,19,27,925
27.—Administration of Justice—			
Federal Court	3,27,448		3,27,448
High Courts and Chief Courts	6,599	47,745	54,344
Law Officers	38,248	85,751	1,23,999
Expenditure connected with the trial of offences under the Criminal Law Amendment Ordinance, 1943	1,29,168	2,05,364	3,34,532
Expenditure connected with the trial of offences under the Enemy Agents Ordinance, 1943	19,933	16,921	36,854
Administrator General and Official Trustees		924	924
Judicial Commissioner	26,400	8,981	35,381
Civil and Sessions Courts	87,184	2,10,594	2,97,778
Courts of Small Causes		58,021	58,021
Criminal Courts	67,414	87,657	1,55,071
Charges in England	48,343	2,619	50,962
Loss or gain by exchange	84	4	88
Total	7,50,821	7,24,581	14,75,402

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads (1)	Actuals for 1944-45		
	Non-voted. (2) Rs.	Voted (3) Rs	Total (4) Rs
F.—Civil Administration—<i>contd</i>			
28 —Jails and Convict Settlements—			
Jails	3,71,486	5,69,296	9,40,782
Jail manufactures	21,500	23,832	45,332
Charges on account of persons confined or detained in jails outside the province . . . . .	.	1,189	1,189
Charges in England	18,412	5,760	24,172
Loss or gain by exchange	32	10	42
Total	4,11,430	6,00,087	10,11,517
29 —Police—			
Presidency Police		76,61,247	76,61,247
District Executive Force	15,25,702	1,61,64,963	1,76,90,665
Criminal Investigation Department		3,42,628	3,42,628
Police Training School	2,600	8,850	11,450
Special Police		3,91,128	3,91,128
Railway Police	1,74,717	56,550	2,31,267
Miscellaneous		7,39,519	7,39,519
Charges in England	37,224	1,165	38,389
Loss or gain by exchange	65	2	67
Total	17,40,308	2,53,66,052	2,71,06,360
30.—Ports and Pilotage—			
A —Major Ports—			
(1) PILOT SERVICE—			
Revenue Account—			
Pay and allowances of officers and men afloat	33,471	2,31,308	2,64,779
Victualling allowances of officers and men afloat	1,343	83,641	84,984
Purchase of stores . . . . .	.	3,11,871	3,11,871
Repairs and maintenance . . . . .	.	1,12,415	1,12,415
Pilotage and Pilot establishments	3,46,580	4,27,320	7,73,900
Charges in England	84,402	54,469	1,38,871
Loss or gain by exchange	147	95	242
(2) OTHER CHARGES—			
Direction (Headquarters establishments)	64,770	1,22,610	1,87,380
Principal officers and their establishments	1,77,566	7,08,950	8,86,516
Shipping offices	22,056	3,02,132	3,24,188
Ship Survey Department	1,69,010	63,595	2,32,605
Training Ships		4,40,962	4,40,962
Seamen's amenities organisations		66,076	66,076
Miscellaneous		46,487	46,487
Deduct—Establishment charges recovered from other Governments, Departments, etc	—66,881	—22,875	—89,756
Charges in England	21,270	21,490	42,760
Loss or gain by exchange	37	38	75
Total	8,53,771	29,70,584	38,24,355
31 —Lighthouses and Lightships—			
CAPITAL ACCOUNT—			
Lighthouses . . . . .	..	1,543	1,543
Lightships . . . . .	..	6,775	6,775
Tools and plant and equipment . . . . .	.	18,175	18,175
Stock and suspense . . . . .	..	—3,227	—3,227
Deduct—Amount financed from General Reserve Fund—Lighthouses and Lightships . . . . .	..	—23,266	—23,266

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1911-15		
	Non-voted	Voted	Total
	(2) Rs	(3) Rs	(4) Rs

F.—Civil Administration—*contd.*31 —Lighthouses and Lightships—*concl'd*

REVENUE ACCOUNT—

Direction		95,311	95,311
Lighthouses—Working expenses ..	7,676	1,86,770	1,94,446
Lightships—Working expenses ..	2,400	71,080	73,480
Contribution to Depreciation Reserve Fund ..		53,139	53,139
Contribution to the General Reserve Fund ..		5,58,362	5,58,362
Cost of Accounts and Audit ..		7,535	7,535
Pensionary and Provident Fund charges ..		20,410	20,410
Miscellaneous ..		14,600	14,600
Charges in England ..		37	37
Total ..	10,076	10,07,880	10,17,956

32 —Ecclesiastical—

Ecclesiastical establishment ..	22,21,330		22,21,330
Cemetery establishment ..	2,62,396		2,62,396
Works ..	4,60,536		4,60,536
Miscellaneous ecclesiastical charges ..	12,292		12,292
Charges in England ..	6,21,262		6,21,262
Loss or gain by exchange ..	1,082		1,082
<i>Deduct—Charges recovered from other Departments—</i>			
Railways ..	—6,90,000		—6,90,000
Defence ..	—23,94,000		—23,94,000
Total ..	4,91,898		4,91,898

33 —Payments to Crown Representative—

Crown Representative's Secretariat ..	7,62,584		7,62,584
Political Agencies ..	40,12,134		40,12,134
Education expenditure other than in areas ..	3,996		3,996
Civil Works ..	4,96,961		4,96,961
Political Pensions ..	20,78,105		20,78,105
Superannuation Allowances and Pensions ..	3,77,917		3,77,917
Rajputana ..	9,99,586		9,99,586
Central India ..	12,18,218		12,18,218
Hyderabad ..	11,89,454		11,89,454
Western India States Agency ..	12,04,142		12,04,142
Bangalore ..	33,84,382		33,84,382
Miscellaneous ..	29,66,879		29,66,879
Charges in England ..	8,11,673		8,11,673
Loss or gain by exchange ..	1,423		1,423
Gross Expenditure ..	1,95,07,454		1,95,07,454
<i>Deduct—Receipts</i> ..	<i>49,31,227</i>		<i>49,31,227</i>
Net Expenditure ..	1,45,76,227		1,45,76,227

34 —Tribal Areas—

A —FRONTIER WATCH AND WARD—

Frontier Constabulary and Militia ..	1,90,76,842		1,90,76,842
Buildings and Communications ..	64,76,590		64,76,590
Miscellaneous ..			

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
F—Civil Administration—<i>contd</i>			
34 —Tribal Areas—<i>concl'd</i>			
B —OTHER CHARGES—			
Political and Administrative charges	18,87,138		18,87,138
Works	2,01,352		2,01,352
Allowances to Frontier Tribes	8,68,719		8,68,719
Entertainment charges	4,20,257	.	4,20,257
Payment to the Baluchistan Administration for administration of Tribal Areas	1,50,000	.	1,50,000
Miscellaneous expenditure	17,28,847	..	17,28,847
<i>Deduct</i> —Amount transferred from the Fund for Special Frontier expenditure including De- velopment	—1,84,716	..	—1,84,716
<i>Deduct</i> —Charges recovered from other Govern- ments Departments, Indian States, Local Funds, etc	—71,000	.	—71,000
C —Charges in England	89,625	.	89,625
Loss or gain by exchange	174		174
Total	3,10,51,284		3,10,51,284
35 —External Affairs—			
External Affairs Department Secretariat	17,59,536		17,59,536
Charges on account of Diplomatic and Consular Services in Iran	19,51,779		19,51,779
Other Diplomatic and Administrative Charges	39,08,001	..	39,08,001
Subsidies	5,42,007		5,42,007
Entertainment charges	57,409		57,409
Special Diplomatic Expenditure	10,00,000		10,00,000
Refugees and State Prisoners	3,12,209		3,12,209
Miscellaneous	3,93,220		3,93,220
Works	14,236		14,236
Charges in England	14,51,398		14,51,398
Loss or gain by exchange	2,537		2,537
Total	1,13,92,332		1,13,92,332
36 — Scientific Departments—			
Survey of India	6,02,331	47,44,384	53,46,715
Botanical Survey	17,162	78,535	95,697
Zoological Survey	19,019	1,70,655	1,89,674
Geological Survey	1,92,650	24,25,222	26,17,872
Exploration of Coal, Petroleum and Minerals	462		462
Mines Department	84,594	2,53,483	3,38,077
Archæological Department	29,429	12,09,058	12,38,487
Grants in aid and donations to Scientific Societies and Institutes		3,28,682	3,28,682
Meteorological Department	55,960	25,43,616	25,99,576
Museums		41,093	41,093
Works		7,624	7,624
Charges in England	82,933	2,94,938	3,77,871
Loss or gain by exchange	144	513	657
Total	10,84,684	1,20,97,803	1,31,82,487

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1911-12		
	Non-voted (2) Rs.	Voted (3) Rs.	Total (4) Rs.
F.—Civil Administration—<i>contd.</i>			
37.—Education—			
A—UNIVERSITY—			
Grants to Universities		10,28,285	10,28,285
Government Arts Colleges . . .		94,945	94,945
Grants to Non-Government Arts Colleges .		2,44,327	2,44,327
B—SECONDARY—			
Government Intermediate Colleges and Secondary Schools	1,75,259	2,68,719	4,43,978
Direct grants to Non-Government Secondary Schools	49,857	6,79,897	7,29,754
Grants to local bodies for secondary education .		1,50,772	1,50,772
C—PRIMARY—			
Government Primary Schools . . .	1,92,164	1,70,255	3,62,419
Direct grants to Non-Government Primary Schools .		11,606	11,606
Grants to local bodies for primary education .		3,58,719	3,58,719
D—SPECIAL—			
Government Special Schools	12,512	1,37,713	1,50,225
Direct grants to Non-Government Special Schools .	9,558	3,500	13,058
E—GENERAL—			
Direction . . .	37,354	15,315	52,669
Inspection . . .	18,674	1,02,737	1,21,411
Scholarships	31,276	76,654	1,10,930
Miscellaneous . . .	5,452	23,177	28,629
Deduct—Contributions recovered from other Governments, Departments, etc . . .		—6,000	—6,000
F—CHARGES IN ENGLAND—			
High Commissioner	100	19,460	19,560
Loss or gain by exchange .. .		34	34
Total . . .	5,35,536	37,00,115	42,35,651
38.—Medical—			
Medical establishments . . .	4,87,751	8,62,675	13,50,426
Hospitals and dispensaries . . .	3,35,285	8,61,033	11,96,318
Grants for medical purposes . . .		7,97,214	7,97,214
Medical Colleges and Schools . . .		44,485	44,485
Mental hospitals . . .	11,855	5,017	16,872
Charges in England . . .	55,712	34,324	90,036
Loss or gain by exchange	97	60	157
Total . . .	8,90,700	26,04,808	34,95,508
39.—Public Health—			
Public health establishments . . .	1,21,976	6,88,354	8,10,330
Grants for public health purposes . . .	2,000	8,17,011	8,19,011
Expenses in connection with epidemic diseases .	62,616	1,61,831	2,24,447
Bacteriological laboratories . . .	69,389	5,37,010	6,06,399
Pasteur Institutes . . .		2,639	2,639
Works . . .		7,426	7,426
Charges in England . . .	38,296	5,334	43,630
Loss or gain by exchange	66	9	75
Total . . .	2,94,343	25,19,647	28,13,990

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
F.—Civil Administration—<i>contd.</i>			
40.—Agriculture—			
Superintendence		2,74,585	2,74,585
Subordinate and expert staff	42,159	8,70,875	9,13,034
Experimental farms	38,577	1,53,290	1,91,867
Agricultural demonstration and propaganda, including public exhibition and fairs	3,400		3,400
Agricultural experiments and research	1,54,792	120	1,51,912
Agricultural education		—3,987	—3,987
Imperial Council of Agricultural Research De- partment	81,748	3,55,346	4,37,089
Grant for the improvement of production and marketing of tobacco		10,00,000	10,00,000
Payment of the net proceeds of customs duty on coffee to the Indian Coffee Market Expansion Board	23,066		23,066
Scheme for the improvement of Agricultural Marketing in India	34,856	4,28,667	4,63,523
Block grant for transfer to Sugar Excise Fund		12,23,000	12,23,000
Grants in-aid, contributions, etc		5,38,000	5,38,000
Transfer to the Fund for benefit of cotton growers	1,35,00,000		1,35,00,000
Block grant for transfer to the Sugar (Tempo- rary) Excise Fund		1,40,16,017	1,40,16,017
Payments of the net proceeds of the Agricultural Produce Cess to the Imperial Council of Agri- cultural Research	15,71,761		15,71,761
Other charges		9,774	9,774
Charges in England	5,919	21,875	27,794
Loss or gain by exchange	11	44	55
Total	1,54,56,284	1,88,87,606	3,43,43,890
41.—Veterinary—			
Veterinary education and research	1,000		1,000
Superintendence	3,163	32,515	35,678
Subordinate establishment	8,827		8,827
Hospitals and dispensaries	42,394		42,394
Breeding operations	4,371		4,371
Other charges	21,564	13,41,144	13,65,708
Charges in England	4,800	40,670	45,470
Loss or gain by exchange	8	71	79
Total	86,127	14,17,400	15,03,527
42.—Co-operation—			
Superintendence		58,212	58,212
Grants-in-aid		10,500	10,500
Total		68,712	68,712
43.—Industries—			
Industries		1,90,360	1,90,360
Indian School of Mines	112	2,54,321	2,54,433
Grants in aid		7,00,000	7,00,000
Scientific and Industrial Research		25,00,000	25,00,000
Government Test House		3,98,467	3,98,467
Central Agricultural Research Station		28,674	28,674
Transfer to Cotton Textile Fund	31,25,872		31,25,872
Charges in England		21,989	21,989
Loss or gain by exchange		38	38
Total	31,25,984	40,93,849	72,19,833

No. 5 — DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*concl'd*

Heads (1)	Actuals for 1944-45		
	Non-voted. (2) Rs	Voted (3) Rs	Total (4) Rs
F.—Civil Administration—<i>concl'd</i>			
44 —Aviation—			
Direction, Operation and Inspection . . .	..	10,43,079	10,43,079
Grants for Aviation purposes . . .	..	8,86,655	8,86,655
Special grants in-aid from the additional tax on petrol consumed for Aviation purposes . .		85,051	85,051
Appropriation to Civil Aviation Fund . .		3,00,000	3,00,000
Appropriation to the Fund for Development of Civil Aviation . .		10,68,200	10,68,200
Deduct—Amount met from Civil Aviation Fund . .	..	—85,051	—85,051
Works . . .		6,39,969	6,39,969
Special services and miscellaneous expenditure . .		12,86,493	12,86,493
Charges in England . . .		40,976	40,976
Loss or gain by exchange . . .	..	72	72
Total . . .	..	52,65,444	52,65,444
45 —Broadcasting—			
Headquarters establishments . . .	15,682	3,87,480	4,03,162
Broadcasting stations . . .		38,70,011	38,70,011
Other charges . . .	..	17,08,926	17,08,926
Block grant for transfer to the Fund for Development of Broadcasting . . .		4,00,000	4,00,000
Charges in England . . .		91,539	91,539
Loss or gain by exchange . . .	..	165	165
Total . . .	15,682	64,61,151	64,76,833
47 —Miscellaneous Departments—			
LABOUR AND EMIGRATION—			
Emigration . . .	1,05,800	3,91,550	4,97,350
Inspector of Factories . . .		457	457
Labour . . .	608	9,13,019	9,13,627
INSPECTION AND TEST—			
Explosives . . .		2,11,358	2,41,358
Inspector of Steam Boilers . . .	5,487	19,875	25,362
STATISTICS—			
Bureau of Commercial Intelligence including Statistics . . .	54,402	9,53,895	10,08,297
Census . . .	2,102	1,911	7,013
MISCELLANEOUS—			
Imperial Dairy Department . . .		3,52,281	3,52,281
Registration of Accountants . . .		22,799	22,799
Examinations . . .	2,339		2,339
Superintendent of Insurance . . .		3,67,512	3,67,512
Imperial Library . . .		1,06,700	1,06,700
Controller of Patents, and Designs . . .	24,146	97,473	1,21,619
Indian War Memorial . . .		3,498	3,498
Registrar of Trade Marks . . .		3,34,104	3,34,104
Registrar of Joint Stock Companies . . .		2,09,584	2,09,584
Administration of Indian Partnership Act, 1932 . .	26	1,328	1,354
Employment exchanges . . .		89,460	89,460
Transfer to the Coal Production Fund . . .	1,09,16,988		1,09,16,988
Bonus to colliery owners . . .	3,79,730		3,79,730
Deficit on scheme for the provision of colliery labour . .	84,90,037		84,90,037
Deduct—Amount met from the Coal Production Fund . . .	—88,69,767		—88,69,767
Miscellaneous . . .		20,246	20,246
Charges in England . . .	5,863	51,512	57,375
Loss or gain by exchange . . .	10	91	101
Total . . .	1,11,17,771	41,81,683	1,52,99,454

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
FF.—Civil Administration—Capital Accounts within the Revenue Account—			
44-A —Capital Outlay on Civil Aviation—			
A —CIVIL AVIATION—			
Works	.	5,22,336	5,22,336
Equipment	..	4,416	4,416
Establishment	17,149	32,206
B —METEOROLOGICAL—			
Works	..	4,074	4,074
Charges in England	.	4,839	4,839
Loss or gain by exchange	..	8	8
Deduct—Amount transferred from the Fund for the Development of Civil Aviation	.	—21,996	—5,67,879
Total	..		
45-A —Capital Outlay on Broadcasting—			
Works	.	21,16,358	21,16,358
Equipment	.	6,73,673	6,73,673
Installation Department	..	1,23,917	1,23,917
Deduct—Receipts and Recoveries on Capital Account	..	—22,97,389	—22,97,389
Deduct—Amount met from the Fund for the Development of Broadcasting	.	—6,16,559	—6,16,559
Total	..		
G —Currency and Mint—			
48 —Currency—			
CURRENCY NOTE PRINTING PRESS—			
1 Capital Account—			
Land	.	640	640
Buildings	81,731	81,731
Plant and machinery	.	1,09,241	1,09,241
Minor equipment	.	6,574	6,574
Miscellaneous	.	7,144	7,144
Deduct—Depreciation	..	—90,971	—90,971
Charges in England—High Commissioner	.	3,58,687	3,58,687
Loss or gain by exchange	.	624	624
2 Revenue Account—			
(i) Working Expenses	.	19,060	47,24,811
(ii) Interest on Capital	.	2,37,700	47,43,871
Miscellaneous	.	15,26,218	2,37,700
Total	..	2,56,760	67,24,699
49 —Mint—			
Mint Masters' establishment and contingencies	83,466	85,94,607	86,78,073
Loss on coinage	.	3,911	3,911
Purchase of local stores	.	45,22,978	45,22,978
Works	..	3,33,398	3,33,398
Charges in England	.	21,755	2,84,554
Loss or gain by exchange	.	38	495
Total	..	1,05,259	1,37,39,943
			1,38,45,202

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads (1)	Actuals for 1944-45.		
	Non-voted (2) Rs	Voted. (3) Rs	Total (4) Rs
H —Civil Works and Miscellaneous Public Improve- ments—			
50 —Civil Works—			
Original Works—Buildings—			
Customs	7,043	36,292	43,335
Taxes on Income	..	16,086	16,086
Salt	..	33,960	33,960
Opium	..	17,391	17,391
Land Revenue	948	..	948
Excise	..	193	193
Forest	..	2,30,396	2,30,396
General Administration	74,923	70,31,688	71,06,611
Audit	..	24,209	24,209
Administration of Justice	2,29,047	27,504	2,56,551
Jails and Convict Settlements	2,727	3,153	5,880
Police	2,27,140	39,998	2,67,138
Ports and Pilotage	..	6,797	6,797
External Affairs	1,72,636	..	1,72,636
Scientific Departments	195	8,97,609	8,97,804
Education other than European and Anglo- Indian Education	73,674	1,03,580	1,77,254
Medical	3,57,109	7,018	3,64,127
Public Health	..	3,90,496	3,90,496
Agriculture	9,014	78,186	87,200
Veterinary	..	4,560	4,560
Industries	..	91,918	91,918
Mint	..	1,55,598	1,55,598
Civil Works	7,275	77,643	84,918
Stationery and Printing	..	78,075	78,075
Miscellaneous Departments	2,677	7,24,891	7,27,568
Air Raid Precautions	-13,277	28,662	15,385
Tribal Areas	3,187	..	3,187
Total—Original Works—Buildings	11,54,318	1,01,05,903	1,12,60,221
Original Works—Communications	1,06,466	92,368	1,98,834
Original Works—Miscellaneous	3,89,684	76,160	4,65,844
Repairs—			
Buildings	17,34,171	64,66,179	82,00,350
Communications	5,15,666	21,90,837	27,06,503
Miscellaneous	402	5,84,453	5,84,855
Establishment	11,51,377	-35,87,936	-24,36,559
Tools and Plant	39,145	-4,10,972	-3,71,827
Grants in aid	..	11,733	11,733
Suspense	-18,40,623	-4,62,46,513	-4,80,87,136
Block grant for transfer to Central Road Fund	..	1,02,00,000	1,02,00,000
Deduct—Amount met from Central Road Fund	-36,665	-2,10,497	-2,47,162
Deduct—Amount met from subventions from Central Road Fund	..	-22,397	-22,397
Deduct—Amount recovered from the Crown Representative's Department for works per- taining to that Department	..	-6,000	-6,000
Charges in England	23,114	29,710	52,824
Loss or gain by exchange	40	51	91
Total	32,36,995	-2,07,26,921	-1,74,89,926

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
J.—Miscellaneous—			
54.—Famine—			
A—FAMINE RELIEF—			
Salaries and Establishment ..		1,241	1,241
55.—Superannuation Allowances and Pensions—			
Superannuation and Retired Allowances	49,08,474	73,59,666	1,22,68,140
Equated payments of Commuted value of pensions transferred from Capital (outside the Revenue Account)	12,29,857	31,67,008	43,96,865
Compassionate Allowances	90,977	1,94,290	2,85,267
Gratuities	11,673	56,691	68,364
Pensions for distinguished and meritorious services or for political considerations	3,25,183	3,633	3,28,816
Charitable Allowances	2,533	77	2,610
Pensions, etc., under the War Risks Compensation Scheme		19,639	19,639
Special pension connected with War, 1914		12,078	12,078
Pension to the dependents of deceased lascars (ex-German Ships) interned during the War in Germany		700	700
Donations to Service Funds	379		379
Donations to Provident Funds	1,28,164	2,77,243	4,05,407
Pensions of the Military Fund	1,105		1,105
Pensions of the Military Orphan Fund	14,418		14,418
Pensions of the Medical Retiring Fund	1,587		1,587
Pensions under the Indian Civil Service (Non-European Members) Family Pension Rules	73,879	..	73,879
Government contribution paid under the Indian Civil Service Family Pension Rules	4,882		4,882
Covenanted Civil Service Pensions	1,98,036		1,98,036
Pensions of the Bengal Civil Fund	360		360
Pensions of the Madras Civil Fund	16,000		16,000
Pensions under the Superior Service (India) Family Pensions (un-transferred) Rules	1,03,076	..	1,03,076
Bonus to temporary clerical personnel under the scheme of unified scale of pay	..	12,00,000	12,00,000
Charges in England	2,42,91,069	13,82,378	2,56,73,447
Loss or gain by exchange	18,951	2,385	21,336
Deduct—Actual amount of pensions recovered from other Governments	—1,73,83,304	—46,912	—1,74,30,216
Deduct—Pensionary charges of the Ecclesiastical Department recovered from War and Railway Departments	—2,75,640		—2,75,640
Deduct—Pensionary charges transferred to Commercial Departments	—8,530	—80,558	—89,088
Total ..	1,37,53,129	1,35,48,318	2,73,01,447
56.—Stationery and Printing—			
I—STATIONERY—			
Stationery offices and stores	60,710	51,69,576	52,30,286
Purchase of stationery stores		3,73,41,207	3,73,41,207
Stationery supplied by other Governments		605	605
Discount on plain paper used with stamps	196	262	458
Deduct—Value of stationery supplied to other Governments and paying Departments		—3,26,48,064	—3,26,48,064
II—PRINTING—			
Government presses	31,676	43,56,702	43,88,378
Printing at private presses	..	16,09,222	16,09,222
Cost of printing work done by other Governments	..	3,41,127	3,41,127

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads. (1)	Actuals for 1944-45		
	Non-voted (2)	Voted (3)	Total (4)
J.—Miscellaneous —<i>concl'd</i>.			
56 —Stationery and Printing— <i>concl'd</i>			
Deduct—Cost of printing work done for other Governments and paying Departments		—1,64,81,553	—1,64,81,553
Charges in England	1,680	4,82,842	4,84,522
Loss or gain by exchange	3	839	842
Total ..	94,265	1,72,765	2,67,030
57 —Miscellaneous—			
Cost of books and periodicals . . .		70,402	70,402
Donations for charitable purposes . .	1,500	19,272	20,772
Special Commissions of Enquiry .. .	53,774	3,58,585	4,12,359
Pilgrimage beyond India .. .		65,648	65,648
Petty establishments		37,510	37,510
Irrecoverable temporary loans and advances written off	3,354	4,677	8,031
Expenditure on account of State Prisoners and Detenues		34	34
Expenses incidental to the running of Food Supply Scheme	6,207	16,02,037	16,08,244
Expenditure on evacuees from war zones and dependents of persons detained there	38,028	3,10,88,294	3,11,26,322
Losses on supply of foodstuffs to Government servants and others at concessional prices		11,50,100	11,50,100
Rents, rates and taxes		6,23,016	6,23,016
Contributions	17,500	16,99,930	17,17,430
Miscellaneous compensations	3,24,979	1,907	3,26,886
Miscellaneous Durbar charges	51,000		51,000
Payments arising out of the Military Lands Scheme, Bombay	825	9,850	10,675
Loss by exchange on local transactions .	16,476	26,302	42,778
Miscellaneous and unforeseen charges	10,296	3,31,619	3,41,915
Charges in England	1,445	1,24,667	1,26,112
Loss of gain by exchange	2	217	219
Total .	5,25,386	3,72,14,067	3,77,39,453
JJ.—Miscellaneous—Capital Account within the Revenue Account—			
55-A —Commutation of Pensions financed from Ordinary Revenues—			
Amount transferred from “ 83 —Payments of Commuted Value of Pensions ” ..	56,314	—5,12,576	—4,56,262
K.—Defence Services—			
58 —Defence Services—Effective—			
I —Charges in India—			
Normal cost of Defence Services	36,76,63,000		36,76,63,000
Lump provision for increase in prices	18,73,07,000		18,73,07,000
War measures chargeable to Indian Revenues	3,47,08,96,346		3,47,08,96,346
II —Charges in England and Exchange—			
War measures chargeable to Indian Revenues	3,20,444		3,20,444
Total	4,02,61,86,790		4,02,61,86,790

No 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads (1)	Actuals for 1944-45		
	Non voted (2) Rs	Voted (3) Rs	Total (4) Rs
K.—Defence Services—<i>concl'd</i>			
59 —Defence Services—Non-Effective—			
I —Charges in India—			
1 Army	4,92,71,351		4,92,71,351
2 Air Forces	32,794		32,794
3 Royal Indian Navy	2,23,336		2,23,336
II —Charges in England—			
1 Army	4,46,18,205		4,46,18,205
2 Air Forces	6,518		6,518
3 Royal Indian Navy	6,21,842		6,21,842
Total	9,47,74,046		9,47,74,046
L —Contributions and Miscellaneous Adjustments between Central and Provincial Governments—			
61.—Grants-in-aid to Provincial Governments—			
Grants-in-aid to the Government of Bengal		7,00,00,000	7,00,00,000
Grants-in-aid to the Government of Assam	30,00,000		30,00,000
Grants-in-aid to the Government of North-West Frontier Province	1,00,00,000		1,00,00,000
Grants-in-aid to the Government of Orissa	40,00,000		40,00,000
Total	1,70,00,000	7,00,00,000	8,70,00,000
62 —Miscellaneous Adjustments between Central and Provincial Governments—			
Contributions to the Provincial Governments on account of Agency functions in respect of Petroleum and Explosives Acts—			
Madras		17,748	17,748
Bombay		9,991	9,991
Bengal		12,830	12,830
United Provinces		14,035	14,035
Punjab		4,858	4,858
Bihar		13,834	13,834
Central Provinces and Berar		3,518	3,518
Assam		1,029	1,029
North-West Frontier Province		650	650
Orissa		760	760
Sind		1,079	1,079
Payment to the Government of Bengal towards pay and allowances and leave and pensionary charges of the officers deputed to Bengal from Army and from other Provinces		4,00,000	4,00,000
Payments to the Government of Assam for entertainment of extra staff for war work		70,150	70,150
Total		5,50,482	5,50,482
M.—Extraordinary Items—			
63 —Extraordinary Charges—			
Expenditure in connection with the Earthquake of 1934-35	—7,458		—7,458
Administration of Drug Control order	3,913		3,913
Total	—3,545		—3,545
63-A —Expenditure connected with Post War Planning and Development—			
Secretariat	68,808	1,16,432	1,85,240
Industrial Adviser to Government of India			
Central Technical Power Board	39,540	79,559	1,19,099
		28,775	28,775

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
M.—Extraordinary Items—<i>contd.</i>			
63-A —Expenditure connected with Post War Planning and Development—<i>concld.</i>			
Special Commissions and Committees—			
Planning and Development		1,88,037	1,88,037
Grants to Provinces, Indian States, etc		1,79,070	1,79,070
Post war reconstruction staff in Centrally administered areas		1,248	1,248
Miscellaneous		7,263	7,263
Charges in England—			
High Commissioner—			
Training of Indians abroad in Electric Supply Industry		1,994	1,994
Public health and development committees		13,346	13,346
Other charges		189	189
Loss or gain by exchange		27	27
Total	1,03,348	6,15,940	7,24,288
64.—Expenditure connected with the War, 1939—			
Department of Supply	4,17,09,618		4,17,09,618
Controller of Enemy Firms and Enemy Trading and Custodian of Enemy Property	2,56,582		2,56,582
Tea Controller for India	6,420		6,420
Press Officers	1,05,57,978		1,05,57,978
Expenditure in connection with Interned Enemy Subjects	79,45,892		79,45,892
Payments to the War Risks (Goods) Insurance Fund	3,74,37,060		3,74,37,060
War Risks (Goods) Insurance Scheme	1,76,126		1,76,126
Remuneration and expenses of agents employed for purposes of War Risks (Goods) Insurance Scheme	9,14,771		9,14,771
Payment of Liabilities under the War Risks (Goods) Insurance Scheme	3,88,206		3,88,206
<i>Deduct</i> —Amount met from the War Risks (Goods) Insurance Fund	—14,79,103		—14,79,103
Payments to Provinces for War expenditure incurred by them	4,78,365		4,78,365
Pensions, etc, paid to the widows and dependents of Lascars employed in ships registered in the United Kingdom	11,64,737		11,64,737
Pensions paid to the widows and dependents of Lascars employed in ships registered outside the United Kingdom	58,201		58,201
Scheme for the training of Skilled Artisans	1,00,97,870		1,00,97,870
Textile Commissioner	38,46,503		38,46,503
Miscellaneous	21,58,347		21,58,347
Expenditure connected with National Service			
Labour Tribunals	13,48,865		13,48,865
Lease/Lend Accounts Officers	4,63,041		4,63,041
Motor Spirit and Tyre Rationing Scheme	10,19,280		10,19,280
Expenditure on Pipeline Scheme	235,082		2,35,082
Controller of Coal Accounts	22,608		22,608
Assam Relief Measures	83,21,839		83,21,839
Steel Controller (Civil Supplies)	36,787		36,787
Losses due to enemy action	83,042		83,042
Grants to Provinces and Indian States in furtherance of the Food Production Campaign	77,34,003		77,34,003
Payments to the War Risks (Factories) Insurance Fund	4,15,53,349		4,15,53,349
War Risks (Factories) Insurance Scheme	1,75,802		1,75,802
Remuneration and expenses of agents employed for purposes of War Risks (Factories) Insurance Scheme	3,11,597		3,11,597
<i>Deduct</i> —Amount met from the War Risks (Factories) Insurance Fund	—6,23,378		—6,23,378

No 5 — DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

(1) Heads	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
M — Extraordinary Items—<i>concl'd</i>			
64 — Expenditure connected with the War, 1939—<i>concl'd.</i>			
Payments of liabilities under the War Risks (Factories) Insurance Scheme	1,35,979	.	1,35,979
Railway priorities and coal distribution	7,75,797	.	7,75,797
Scheme for Civil Pioneer Force	22,84,507	.	22,84,507
War Resources Committee	57,195	.	57,195
Expenditure on denial measures	7,89,152	.	7,89,152
Paper Commissioner for India	3,112	.	3,112
Compensation to Government servants for personal effects lost in enemy occupied territory	20,202	.	20,202
Representative of India in the War Cabinet	36,622	.	36,622
Transport organisation	4,11,821	.	4,11,821
Extra wages payment to personnel of the Indian Registered Merchant ship lost or wrecked by enemy action	12,681	.	12,681
Expenditure incurred in connection with Bombay Explosion	8,19,35,554	.	8,19,35,554
Organisation for the working of dangerous cargo regulations	5,313	.	5,313
Charges in England—			
<i>Secretary of State—</i>			
Allotment of pay of officers	62,073	.	62,073
Other charges	64,681	.	64,681
Indian Purchasing Mission in the United States of America	30,20,567	.	30,20,567
Leave salaries and deputation pay	639	.	639
Expenditure connected with the Bombay explosion	49,56,773	.	49,56,773
<i>High Commissioner—</i>			
Scheme for Training of Skilled Artisans	89,698	.	89,698
Leave salaries and deputation pay	1,12,604	.	1,12,604
Allotment of pay of officers	1,67,033	.	1,67,033
Sterling overseas pay	3,05,416	.	3,05,416
Losses due to Enemy action	2,45,473	.	2,45,473
Other charges	82,518	.	82,518
Indian Purchasing Mission in the United States of America	626	.	626
Stores for India	140	.	140
Loss or gain by exchange	15,795	.	15,795
Total	27,19,91,461	.	27,19,91,461
64-B — Civil Defence—			
Expenditure on Air Raid Precautions	21,420	3,43,55,166	3,43,76,586
Expenditure on Civic Guards	..	29,97,746	29,97,746
Expenditure connected with War Injuries	..	1,00,075	1,00,075
War Injuries Compensation Insurance Scheme	3,014	34,030	37,044
Payments to the War Injuries Compensation Insurance Fund	73,040	.	73,040
Deduct—Amount met from the War Injuries Compensation Insurance Fund	—10,132	—75,320	—85,452
Remuneration and expenses of agents employed for purposes of War Injuries Compensation Scheme	7,118	41,290	48,408
Charges in England	2,544	54,807	57,351
Loss or gain by exchange	5	94	99
Total	97,009	3,75,07,888	3,76,04,897

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs.	Voted (3) Rs	Total (4) Rs
Capital Accounts outside the Revenue Account—			
BB —Railway Capital Account outside the Revenue Account—			
67-A —Construction of State Railways—Commercial—			
I Preliminary Expenses		59,323	59,323
II Land	..	—1,29,817	—1,29,817
III Structural Engineering Works	.	2,17,54,611	2,17,54,611
IV Equipment	.	26,16,075	26,16,075
V Rolling Stock	.	—1,31,92,205	—1,31,92,205
VI General Charges	46,999	15,84,968	16,31,967
VII Collieries		—7,42,171	—7,42,171
VIII Miscellaneous		—123	—123
IX Suspense	16,175	4,75,18,442	4,75,34,617
X Purchase of Railway Line	.	23,40,230	23,40,230
XI Investment in Road Services		6,82,800	6,82,800
Deduct—Receipts on Capital Account	.	—10,120	—10,120
Total	63,174	6,24,82,013	6,25,45,187
67-B.—Construction of State Railways—Strategic—			
II Land		—86,476	—86,476
III Structural Engineering Works	.	—1,98,600	—1,98,600
IV Equipment	.	—3,790	—3,790
V Rolling Stock		81,707	81,707
VI General Charges	.	1,869	1,869
IX Suspense		—9,33,942	—9,33,942
Total		—11,39,232	—11,39,232
67-C —Capital Contributed by Railway Companies towards outlay on State Railways—			
Discharge of Debentures	43,126	12,02,08,695	12,02,51,821
CC —Capital Account of Irrigation, Navigation, Embankment and Drainage Works outside the Revenue Account—			
68 —Construction of Irrigation, Navigation, Embankment and Drainage Works—			
A —IRRIGATION WORKS—			
(1) Productive—			
Works	26,406		26,406
Establishment	7,733		7,733
Tools and Plant	100	.	100
Deduct—Receipts and Recoveries on Capital Account	—2,878	.	—2,878
(2) Unproductive—			
Works	8,367	2,70,126	2,78,493
Establishment	2,597	.	2,597
Deduct—Amount financed from Ordinary Revenues	—42,325	—2,70,126	—3,12,451
Total			

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads. (1)	Actuals for 1944-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
D.D.—Posts and Telegraphs Capital Account outside the Revenue Account—			
69—Capital Outlay on Posts and Telegraphs—			
A—Capital outlay on New Assets		3,09,70,279	3,09,70,279
Deduct—Portion of Capital Outlay financed from Ordinary Revenues		—1,23,768	—1,23,768
Total		3,08,46,511	3,08,46,511
F F—Capital outlay on Vizagapatam Port—			
73—Capital outlay on Vizagapatam Port— Suspense		—1,10,694	—1,10,694
G.G.—Currency and Mint—Capital Account outside the Revenue Account—			
77.—Currency Capital Account outside the Revenue Account—			
Land		640	640
Buildings		81,731	81,731
Plant and machinery		1,09,241	1,09,241
Minor equipment		6,574	6,574
Miscellaneous		7,144	7,144
Deduct—Depreciation		—90,971	—90,971
Charges in England		3,58,687	3,58,687
Loss or gain by exchange		624	624
Gross		4,73,670	4,73,670
Deduct—Expenditure financed from Ordinary Revenues		—4,73,670	—4,73,670
Net			
HH.—Capital Account of Civil Works and Miscellaneous Public Improvements outside the Revenue Account—			
78—Initial Expenditure on New Capital at Delhi—			
Works		1,45,12,635	1,45,12,635
Establishment		8,70,666	8,70,666
Tools and Plant		1,45,224	1,45,224
Total		1,55,28,525	1,55,28,525
JJ.—Miscellaneous Capital Account outside the Revenue Account—			
83.—Payments of Commuted Value of Pensions—			
(a) Payments in India	18,83,121	17,62,476	36,45,597
(b) Payments in England—			
Par value	3,89,238		3,89,238
Loss or gain by exchange	596		596
Deduct—			
(1) Amount financed from Ordinary Revenues	—56,314	+5,12,576	+4,56,262
(2) Amount recovered from other Governments and Departments, etc	—11,97,574	—9,04,421	—21,01,995
(3) Capital portion of equated payments out of Revenue	—21,93,310	—36,80,335	—58,73,645
Total ..	—11,74,243	—23,09,704	—34,83,947

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2) Rs.	Voted (3) Rs	Total (4) Rs
Capital Accounts outside the Revenue Account—			
BB —Railway Capital Account outside the Revenue Account—			
67-A.—Construction of State Railways—Commercial—			
I Preliminary Expenses		59,323	59,323
II Land		—1,29,817	—1,29,817
III Structural Engineering Works		2,17,54,611	2,17,54,611
IV Equipment		26,16,075	26,16,075
V Rolling Stock		—1,31,92,205	—1,31,92,205
VI General Charges	46,999	15,84,968	16,31,967
VII Collieries		—7,42,171	—7,42,171
VIII Miscellaneous		—123	—123
IX Suspense	16,175	4,75,18,442	4,75,34,617
X Purchase of Railway Line		23,40,230	23,40,230
XI Investment in Road Services		6,82,800	6,82,800
Deduct—Receipts on Capital Account		—10,120	—10,120
Total	63,174	6,24,82,013	6,25,45,187
67-B.—Construction of State Railways—Strategic—			
II Land		—86,476	—86,476
III Structural Engineering Works		—1,98,600	—1,98,600
IV Equipment		—3,790	—3,790
V Rolling Stock		81,707	81,707
VI General Charges		1,869	1,869
IX Suspense		—9,33,942	—9,33,942
Total		—11,39,232	—11,39,232
67-C —Capital Contributed by Railway Companies towards outlay on State Railways—			
Discharge of Debentures	43,126	12,02,08,695	12,02,51,821
CC —Capital Account of Irrigation, Navigation, Embankment and Drainage Works outside the Revenue Account—			
68 —Construction of Irrigation, Navigation, Embankment and Drainage Works—			
A —IRRIGATION WORKS—			
(1) Productive—			
Works	26,406		26,406
Establishment	7,733		7,733
Tools and Plant	100		100
Deduct—Receipts and Recoveries on Capital Account	—2,878		—2,878
(2) Unproductive—			
Works	8,367	2,70,126	2,78,493
Establishment	2,597		2,597
Deduct—Amount financed from Ordinary Revenues	—42,325	—2,70,126	—3,12,451
Total			

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads. (1)	Actuals for 1941-45		
	Non-voted (2) Rs	Voted (3) Rs	Total (4) Rs
D.D.—Posts and Telegraphs Capital Account outside the Revenue Account—			
69 —Capital Outlay on Posts and Telegraphs—			
A —Capital outlay on New Assets		3,09,70,279	3,09,70,279
Deduct—Portion of Capital Outlay financed from Ordinary Revenues		—1,23,768	—1,23,768
Total		3,08,46,511	3,08,46,511
F F —Capital outlay on Vizagapatam Port—			
73 —Capital outlay on Vizagapatam Port—Suspense		—1,10,694	—1,10,694
G G —Currency and Mint—Capital Account outside the Revenue Account—			
77.—Currency Capital Account outside the Revenue Account—			
Land		640	640
Buildings		81,731	81,731
Plant and machinery		1,09,241	1,09,241
Minor equipment		6,574	6,574
Miscellaneous		7,144	7,144
Deduct—Depreciation		—90,971	—90,971
Charges in England		3,58,687	3,58,687
Loss or gain by exchange		624	624
Gross		4,73,670	4,73,670
Deduct—Expenditure financed from Ordinary Revenues		—4,73,670	—4,73,670
Net			
HH.—Capital Account of Civil Works and Miscellaneous Public Improvements outside the Revenue Account—			
78 —Initial Expenditure on New Capital at Delhi—			
Works		1,45,12,635	1,45,12,635
Establishment		8,70,666	8,70,666
Tools and Plant		1,45,224	1,45,224
Total		1,55,28,525	1,55,28,525
JJ.—Miscellaneous Capital Account outside the Revenue Account—			
83.—Payments of Commuted Value of Pensions—			
(a) Payments in India	18,83,121	17,62,476	36,45,597
(b) Payments in England—			
Par value	3,89,238		3,89,238
Loss or gain by exchange	596		596
Deduct—			
(1) Amount financed from Ordinary Revenues	—56,314	+5,12,576	+4,56,262
(2) Amount recovered from other Governments and Departments, etc	—11,97,574	—9,04,421	—21,01,995
(3) Capital portion of equated payments out of Revenue	—21,93,310	—36,80,335	—58,73,645
Total	—11,74,243	—23,09,704	—34,83,947

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted	Voted	Total
	(2) Rs	(3) Rs	(4) Rs.
KK.—Defence Services—			
86.—Defence Capital Expenditure—			
Air Force—Air Fields	15,81,84,000		15,81,84,000
Capital outlay on Industrial Expansion	3,67,75,875		3,67,75,875
Reciprocal Aid—Air Fields	15,54,18,160		15,54,18,160
New Construction for Royal Indian Navy	2,16,15,224		2,16,15,224
Capital outlay on Tele Communication Scheme	5,59,11,345		5,59,11,345
Charges in England	20,00,00,000		20,00,00,000
Loss or gain by exchange	3,47,826		3,47,826
Total	62,82,52,430		62,82,52,430
MM.—Extraordinary Items—			
87.—Capital Outlay on Schemes connected with the War, 1939—			
Scheme for the purchase of food grains—			
Purchases of the Food Department—			
Purchases in India	69,04,20,185		69,04,20,185
Purchases in England	13,57,82,052		13,57,82,052
Deduct—Receipts and recoveries on Capital Account	—82,76,52,939		—82,76,52,939
Net Expenditure	—14,50,702		—14,50,702
Scheme for reserve stock of coal—			
Reserve stock of coal at celleries	5,52,892		5,52,892
Deduct—Receipts and recoveries on Capital Account	—8,80,989		—8,80,989
Net Expenditure	—3,28,097		—3,28,097
Scheme for the production and supply of coal—			
Purchases in India	7,80,917		7,80,917
Purchases in England	97,02,436		97,02,436
Deduct—Receipts and recoveries on Capital Account	—1,61,324		—1,61,324
Net Expenditure	1,03,22,029		1,03,22,029
Scheme for the purchase and construction of lighters—			
Construction of lighters	14,18,159		14,18,159
Deduct—Share of the cost debited to His Majesty's Government	+28,604		+28,604
Net Expenditure	14,46,763		14,46,763
Acquisition of frustrated cargoes—			
Purchases in India	37,22,357		37,22,357
Purchases in England	467		467
Deduct—Receipts and recoveries on Capital Account	—97,98,494		—97,98,494
Net Expenditure	—60,75,670		—60,75,670
Purchase of rubber	3,98,22,824		3,98,22,824
Deduct—Receipts and recoveries on Capital Account	—3,63,62,191		—3,63,62,191
Net Expenditure	34,60,633		34,60,633
Purchase of machinery for mica miners—			
Purchases in India	5,15,122		5,15,122
Purchases in England	26,985		26,985
Deduct—Receipts and recoveries on Capital Account	—6,28,332		—6,28,332
Net Expenditure	—86,225		—86,225

No. 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads (1)	Actuals for 1944-45		
	Non-voted (2)	Voted (3)	Total (4)
	Rs	Rs	Rs.
MM.—Extraordinary Items—<i>contd.</i>			
87 —Capital Outlay on Schemes connected with the War, 1939—<i>contd.</i>			
Purchase of reserve stores by Supply Department—			
Purchases in India	7,98,32,715		7,98,32,715
Purchases in England	3,61,01,967		3,61,01,967
Deduct—Receipts and recoveries on Capital Account	—8,89,92,634		—8,89,92,634
Net Expenditure	2,69,42,048		2,69,42,048
Prospecting for oil	7,48,478		7,48,478
Purchase of machine tools—			
Purchases in India	1,74,15,313		1,74,15,313
Purchases in England	67,31,011		67,31,011
Deduct—Receipts and recoveries on Capital Account	—3,42,94,356		—3,42,94,356
Net Expenditure	—1,01,48,032		—1,01,48,032
Purchase of foodstuffs by local Administrations	29,26,088		29,26,088
Cinchona cultivation	24,52,673		24,52,673
Scheme for chartering and running of steamers for coastal trade	1,46,232		1,46,232
Deduct—Receipts and recoveries on Capital Account	—4,88,832		—4,88,832
Net Expenditure	—3,42,600		—3,42,600
Scheme for purchase of standard cloth—			
Gross expenditure	20,65,11,591		20,65,11,591
Suspense	—1,83,43,674		—1,83,43,674
Deduct—Receipts and recoveries on Capital Account	—23,56,08,270		—23,56,08,270
Net Expenditure	—4,74,40,353		—4,74,40,353
Purchase of woollen goods	1,16,01,752		1,16,01,752
Deduct—Receipts and recoveries on Capital Account	—1,21,17,381		—1,21,17,381
Net Expenditure	—5,15,629		—5,15,629
Scheme for purchase of Wattle Bark—			
Purchases in India	1,59,069		1,59,069
Purchases in England	9,12,275		9,12,275
Deduct—Receipts and recoveries on Capital Account	—6,54,138		—6,54,138
Net Expenditure	4,17,206		4,17,206

No. 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*concl'd*.

Heads (1)	Actuals for 1911-12		
	Non voted (2) Rs.	Voted, (3) Rs.	Total. (4) Rs.
87.—Capital Outlay on Schemes connected with the War, 1939—<i>concl'd</i>			
Scheme for the supply of essential commodities—			
Cost of commodities	28,85,900		28,85,900
Advances	3,59,628		3,59,628
Suspense	—2,35,168		—2,35,168
Deduct—Other receipts and recoveries	—18,86,623		—18,86,623
Deduct—Amount met from Revenue	—7,77,835		—7,77,835
Net Expenditure	3,18,502		3,18,502
Scheme for the purchase of aluminium—			
Other charges—			
Purchases in India	755		755
Purchases in England	20,351		20,351
Total Expenditure	21,086		21,086
Scheme for the purchase of Electrical Generating Plant—			
Purchases in India	5,12,817		5,12,817
Purchases in England	21,48,835		24,48,835
Deduct—Receipts and recoveries on Capital Account	—28,01,610		—28,01,610
Net Expenditure	1,60,042		1,60,042
Medical Stores Depots and Factories—			
Stores Depots	65,17,302		65,17,302
Factories	8,39,117		8,39,117
Total Expenditure	73,86,419		73,86,419
Civil Transport	9,71,23,425		9,71,23,425
Deduct—Receipts and recoveries on Capital Account	—12,42,43,233		—12,42,43,233
Net Expenditure	—2,71,19,808		—2,71,19,808
Cost of consumers' goods imported on Government Account	57,34,758		57,34,758
Deduct—Receipts and recoveries on Capital Account	—36,45,294		—36,45,294
Net Expenditure	20,89,464		20,89,464
Purchase of Fertilisers—			
Gross Expenditure	1,18,43,801		1,18,43,801
Deduct—Receipts and recoveries on Capital Account	—1,58,77,873		—1,58,77,873
Net Expenditure	—40,34,072		—40,34,072
Purchase of Quinine substitute	36,64,255		36,64,255
Purchase of Colliery Stores—			
Purchases in India	2,640		2,640
Purchases in England	9,669		9,669
Deduct—Receipts and recoveries on Capital Account	—2,88,971		—2,88,971
Net Expenditure	—2,76,662		—2,76,662
Total—Capital Outlay on Schemes connected with the War, 1939	—3,54,32,134		—3,54,32,134

No 6—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR.

Heads	Expenditure during 1944 45 Rs	Expenditure to end of 1944 45 Rs
63—Capital Outlay on the Security Printing Press—		
Land	960	12,954
Buildings	1,00,261	31,29,313
Plant and Machinery	6,008	10,12,083
Minor Equipment	1,233	73,954
Miscellaneous	890	61,263
Deduct—Depreciation	—64,728	—17,38,138
Charges in England—		
Stores for India		14,617
Loss or gain by exchange		26
Total	44,624	25,66,071
Deduct—Expenditure financed from Ordinary Revenues	—44,624	—18,73,374
Net Capital Outlay of the Security Printing Press		6,92,697
67-A.—Construction of State Railways—		
COMMERCIAL—		
State Railways worked by the State—		
East Indian	2,25,98,801	1,52,02,09,870(a)
Bengal and Assam	2,43,01,901	83,21,91,779(b)
Bombay, Baroda and Central India	1,10,16,685	75,80,47,895(c)
Great Indian Peninsula	—16,95,956	1,13,24,69,757(d)
North Western	51,69,031	1,11,83,45,663(e)
Railway Collieries	22,18,832	4,03,33,883(f)
Oudh and Tirhut	—87,51,309	28,56,98,806(g)
Bengal Nagpur	60,03,012	81,58,73,231(h)
Madras and Southern Mahratta	7,93,995	53,34,54,445(i)
South Indian	—1,30,082	45,77,65,661(j)
Railway Clearing Accounts Office	34,928	34,928
Total	6,15,59,838	7,52,44,25,916

(a) Rs (—) 1,56,96,880 Due to exclusion of Rs 1,38,84,634, Rs 18, 54,617 and Rs 1,89,958 transferred to Bengal Nagpur Oudh and Tirhut and North Western Railways and inclusion of Rs 2,32,328 transferred from the Bengal and Assam Railway. The difference of Rs 1 is due to rounding.

(b) Rs (—) 5,62,095 Excludes Rs 2,32,328, Rs 1,96,853 and Rs 1,32,914 transferred to the East Indian, North Western, and the Bombay, Baroda and Central India Railways.

(c) Rs (—) 32,43,491 Excludes Rs 70,15,491 transferred to Railway Collieries and includes Rs 36,29,938, Rs 1,32,914 and Rs 9,148 transferred from the Great Indian Peninsula, the Bengal and Assam, and the North Western Railways.

(d) Rs (—) 41,69,161 Due to exclusion of Rs 36,29,938 and Rs 8,39,223 transferred to the Bombay, Baroda and Central India, and the Madras and Southern Mahratta Railways.

(e) Rs (+) 3,26,627 Due to inclusion of Rs 1,77,069 and Rs 1,70,945 transferred from the Bengal and Assam, and the East Indian Railways and exclusion of Rs 13,157 and Rs 8,229 transferred to the Madras and Southern Mahratta, and the Bombay Baroda and Central India Railways. The difference of Rs (—) 1 is due to rounding off.

(f) Rs (+) 2,11,37,833 Includes Rs 81,69,399, Rs 70,15,491 and Rs 59,52,943 transferred from the Madras and Southern Mahratta, the Bombay, Baroda and Central India, and the Bengal Nagpur Railways.

(g) Rs (+) 18,54,617 Due to inclusion of Rs 18,54,617 transferred from the East Indian Railway.

(h) Rs (+) 97,19,732 Due to inclusion of Rs 10,69,640 representing exchange under 67-C—Discharge of debentures, Rs 1,38,84,634 and Rs 7,22,540 transferred from the East Indian Railway, and (Misc) Exchange and exclusion of Rs 59,52,943 transferred to Railway Collieries and dropping without financial adjustment of Rs 4,139 representing difference in exchange and discount on debentures.

(i) Rs (—) 59,71,780 Due to exclusion of Rs 81,69,399 transferred to Railway Collieries and dropping without financial adjustment of Rs 4,33,392 representing premium on old Bellary Kistna Railway Share Capital and inclusion of Rs 12,82,608 representing difference in exchange on Share Capital and Rs 8,39,223, Rs 4,94,550 and Rs 14,630 transferred from the Great Indian Peninsula Railway, (Misc) Exchange and the North Western Railways respectively.

(j) Rs (—) 2,27,868 Due to dropping without financial adjustment of Rs 6,43,478 representing exchange on Share Capital and inclusion of Rs 4,22,611 transferred from (Misc) Exchange. The difference of Rs (—) 1 is due to rounding.

No. 6—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*contd.*

Heads	Expenditure during 1944-45 Rs	Expenditure to end of 1944-45 Rs
67-A—Construction of State Railways—<i>concl'd</i>		
COMMERCIAL—<i>concl'd</i>		
State Railways worked by Companies and Indian States—		
Bezawada Extension	311	18,14,695
Jodhpur	9,85,038	1,55,26,540
Dhone Kurnool	.	27,97,972
Total	9,85,349	2,01,30,117
Miscellaneous—		
Exchange		(L)
Total—Commercial	6,25,45,187	7,51,45,67 (83)
Deduct—Capital Contributed by Railway Companies towards		
Outlay on State Railways	+12,02,51,821	—2,11,51,603(l)
Net Government Outlay	18,27,97,008	7,52,34,13,436(m)
67-B.—Construction of State Railways—		
Strategic—		
North Western	—11,39,232	32,54,46,252(n)
68.—Construction of Irrigation, Navigation, Embankment and Drainage Works—		
A—IRRIGATION WORKS—		
(1) Productive—		
Nasirabad Section of the Lloyd Barrage Canals systems	31,361	1,09,38,470
Deduct—Outlay financed from Ordinary Revenues	—31,361	—1,41,417
Net expenditure outside the Revenue Account		1,07,97,053

(k) Rs (—) 16,39,701 Due to transfer of Rs 7,22,540, Rs 4,94,550 and Rs 4,22,611 to the Bengal Nagpur, the Madras and Southern Mahratta, and the South Indian Railways respectively.

(l) Rs (—) 40,13,623 Due to inclusion of Rs 23,52,248 representing difference in exchange arising from the discharge of the debentures of the Bengal Nagpur, and Madras and Southern Mahratta Railways and exclusion without financial adjustment of Rs 4,139, Rs 4,33,392 and Rs 6,43,478 representing difference in exchange and discount on debentures of the Bengal Nagpur Railway, premium on old Bellary Kistna Railway Share Capital of the Madras and Southern Mahratta Railway, and difference in exchange on Share Capital of South Indian Railway respectively and Rs (—) 27,42,384 representing exchange on Company Railways transferred to Government outlay

(m) Rs (—) 27,78,790 Due to transfer of exchange on company railways to Government outlay Rs 27,42,384 and Rs 36,405 from commercial railways to strategic railways and Re 1 rounding off

(n) Rs (+) 36,405 Due to inclusion of Rs 19,784 and Rs 19,013 transferred from Bengal and Assam, and East Indian Railways and exclusion of Rs 1,473 and Rs 919 transferred to the Madras and Southern Mahratta, and the Bombay, Baroda and Central India Railways

No 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*contd.*

Heads	Expenditure during 1944-45	Expenditure to end of 1944-45
68 —Construction of Irrigation, Navigation, Embankment and Drainage Works—<i>concl'd</i>	Rs	Rs
A —IRRIGATION WORKS—<i>concl'd</i>		
(2) Unproductive—		
Baluchistan—		
Pishin Canal	3,498	20,17,055
Nari Weir Canal	7,466	6,69,121
Rajputana—		
Tank Projects		28,44,029
Delhi	2,23,147	2,23,147
Bombay	46,979	46,979
Total	2,81,090	67,00,331
<i>Deduct</i> —Amount financed from Ordinary Revenues	<i>—2,81,090</i>	<i>—67,00,331</i>
Net expenditure outside the Revenue Account		
Total—Construction of Irrigation, Navigation, etc.		1,07,97,053
69 —Capital Outlay on Posts and Telegraphs—		
Post Office	—2,19,598	1,44,85,235
Telegraphs	2,31,58,845	18,70,03,700
Telephones	78,13,826	10,27,86,957
Radio	93,438	38,90,564
Total	3,08,46,511	30,81,66,456(a)
71 —Capital Outlay on Schemes of Agricultural Improvement and Research—		
Transfer of Imperial Institute of Agricultural Research from Pusa to Delhi		32,78,019
73.—Capital Outlay on Vizagapatam Port—		
Land		1,18,66,947(b)
Waterways		1,38,97,664
Docks and berths		32,65,054
Broad gauge railways		11,75,501
Ferries		2,18,440
Manganese facilities		5,44,989
Plant		13,56,913
Floating craft		33,58,101
Buildings		20,02,521
Suspense	—1,10,694	1,95,485
Total	—1,10,694	3,78,81,915

(a) The capital expenditure upto 1943-44 has been increased by an amount of Rs 40,310 removed from the Block Capital account without any financial adjustment on account of the following—
Add—

	Rs
(i) Net result of misclassifications of previous years affecting Capital and Revenue Accounts	14,401
(ii) Inter-branch transfer of buildings Buildings originally debited to Postal Branch, capital cost of which is met from Revenues now transferred to Capital Account outside the Revenue Account	25,909
Total	40,310

(b) The Capital expenditure upto 1944-45 has been decreased by Rs 2,29,430 transferred without financial adjustment

No. 6—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*contd*

Heads		Expenditure during 1944-45 Rs	Expenditure to end of 1944-45 Rs
77.—Currency Capital Account—			
Payments to the Reserve Bank of India under Section 46 of the Reserve Bank of India Act	..	..	5,18,99,269
Currency Note Printing Press	..	..	16,47,305
Total			5,35,46,574
78.—Initial Expenditure on New Capital at Delhi—			
Works	..	2,16,73,719	16,98,44,787
Deduct—Receipts from the War Department	..	—71,61,684	—75,72,979
Establishments	..	8,70,666	2,41,45,691
Tools and Plant	..	1,45,224	1,00,18,158
Stock and Suspense	..	..	12,21,195
Miscellaneous	..	..	71,48,118
Total		1,55,28,525	20,48,08,270
<i>Deduct—Receipts and Recoveries on Capital Account—</i>			
Receipts from the War Department	..	..	—28,70,880
Other receipts	..	..	—2,00,49,521
Total		..	—2,29,20,401
Net		1,55,28,525	18,18,87,869
83.—Payments of Commuted value of Pensions			
	..	—34,83,947	3,75,60,228
84.—Capital Outlay on Bombay Land Scheme			
	..	..	2,31,11,835
86.—Defence Capital Expenditure—			
Air Forces—Air Fields	..	15,81,84,000	53,83,01,000
Capital Outlay on Industrial Expansion	..	3,67,75,875	12,69,66,458
Reciprocal Aid—Air Fields	..	15,54,18,160	39,44,66,160
New Construction for the Royal Indian Navy	..	2,16,15,224	6,06,64,224
Capital Outlay on Telecommunication Scheme	..	5,59,11,345	9,27,92,193
India's Share of the Capital Outlay involved in carrying on the Chatfield Modernisation Plan	..	..	11,44,33,000
Expenditure in England—Secretary of State—	..	..	..
Lump Sum payment to His Majesty's Government under the Non effective agreement	..	20,00,00,000	20,00,00,000
Loss or gain by exchange	..	3,47,876	3,47,820
Total		62,82,52,430	1,52,79,13,861
87.—Capital Outlay on Schemes connected with the War, 1939—			
Scheme for the purchase of food grains—			
Purchases of the Food Department—	..	..	..
Purchases in India	..	69,04,20,185	1,71,35,22,909
Purchases in Eng'and	..	13,57,82,052	
Deduct—Receipts and recoveries on Capital Account	..	—82,76,52,939	—1,66,42,97,614
Net expenditure		—14,50,702	4,92,25,295
Scheme for reserve stock of coal—			
Reserve stock of coal at Collieries	..	5,52,892	25,34,537
Deduct—Receipts and recoveries on Capital Account	..	—8,80,989	—21,34,630
Net Expenditure		—3,28,097	3,99,907

No. 6 — STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*contd*

Heads	Expenditure during 1944-45 Rs.	Expenditure to end of 1944-45 Rs.
87 — Capital outlay on schemes connected with the war, 1939—<i>contd</i>		
Scheme for the production and supply of coal—		
Purchases in India	7,80,917	1,05,18,682
Purchases in Eng and	97,02,436	
Deduct—Receipts and recoveries on Capital Account	—1,61,324	—1,61,324
Net Expenditure	1,03,22,029	1,03,57,358
Scheme for the purchase and construction of lighters—		
Construction of lighters	14,18,159	46,62,124
Purchase of lighters .. .. .	..	3,47,880
Deduct—Share of the cost debited to His Majesty's Government	+28,604	—18,50,548
Net Expenditure	14,46,763	31,59,456
Acquisition of frustrated cargoes—		
Purchases in India	37,22,357	2,46,00,654
Purchases in England	467	
Deduct—Receipts and recoveries on Capital Account	—97,98,494	—1,92,57,179
Net Expenditure	—60,75,670	53,43,475
Purchase of rubber	3,98,22,824	7,65,77,088
Deduct—Receipts and recoveries on Capital Account	—3,63,62,191	—5,85,89,948
Net Expenditure	34,60,633	1,79,87,140
Purchase of machinery for mica miners—		
Purchases in India	5,15,122	17,16,705
Purchases in England	26,985	
Deduct—Receipts and recoveries on Capital Account	—6,28,332	—13,79,630
Net Expenditure	—86,225	3,37,075
Purchase of reserve stores by the Supply Department—		
Purchases in India	7,98,32,715	18,05,14,922
Purchases in England	3,61,01,967	
Deduct—Receipts and recoveries on Capital Account	—8,89,92,634	—13,38,68,051
Net Expenditure	2,69,42,048	4,66,46,871
Prospecting for oil	7,48,478	33,42,068
Purchase of machine tools—		
Purchases in India	1,74,15,313	2,80,28,915
Purchases in England	67,31,011	
Deduct—Receipts and recoveries on Capital Account	—3,42,94,356	—3,86,83,741
Net Expenditure	—1,01,48,032	—1,06,54,826
Purchase of foodstuffs by local Administrations	29,26,088	84,38,330
Cinchona cultivation	24,52,673	33,91,576
Scheme for chartering and running of steamers for coastal trade	1,46,232	5,60,154
Deduct—Receipts and recoveries on Capital Account	—4,88,832	—19,78,549
Net Expenditure	—3,42,600	—14,18,395

No 6 —STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*cont'd*

Heads	Expenditure during 1944-45 Rs	Expenditure to end of 1914-45. Rs
87 —Capital Outlay on Schemes connected with the War, 1939—<i>cont'd</i>		
Scheme for purchase of standard cloth—		
Gross Expenditure	20,05,11,591	17,75,30,541
Suspense	—1,33,43,674	—1,83,43,674
Deduct—Receipts and recoveries on Capital Account	—23,56,08,270	—47,52,97,955
Net Expenditure	—4,74,40,353	—1,61,11,088
Purchase of woollen goods		
Deduct—Receipts and recoveries on Capital Account	1,16,01,752	1,17,68,903
Net Expenditure	—1,21,17,381	—1,21,29,016
Net Expenditure	—5,15,629	—3,60,112
Scheme for purchase of Wattle Bark—		
Purchases in India	1,59,069	31,69,802
Purchases in England	9,12,275	—10,48,531
Deduct—Receipts and recoveries on Capital Account	—6,54,138	—10,48,531
Net Expenditure	4,17,206	21,21,268
Scheme for supply of essential commodities—		
Cost of commodities	28,85,900	61,71,630
Advances	3,59,628	27,10,490
Suspense	—2,35,168	—10,91,529
Deduct—Other receipts and recoveries	—18,86,023	—38,10,657
Deduct—Amount met from Revenue	—7,75,835	—22,12,168
Net Expenditure	3,48,502	17,64,753
Scheme for purchase of aluminium—		
Other charges—		
Purchases in India	755	63,892
Purchases in England	20,331	63,892
Total Expenditure	21,086	63,892
Scheme for the purchase of Electrical Generating Plant—		
Purchases in India	5,12,817	44,60,126
Purchases in England	24,48,835	—28,01,610
Deduct—Receipts and recoveries on Capital Account	—28,01,610	—28,01,610
Net Expenditure	1,60,042	16,58,516
Medical Stores Depot and Factories—		
Stores Depot	85,47,302	2,50,36,436
Factories	8,39,147	9,67,063
Total Expenditure	73,86,449	2,60,03,499
Civil Transport		
Deduct—Receipts and recoveries on Capital Account	9,71,23,425	9,70,83,245
Net Expenditure	—12,42,43,233	—12,42,43,233
Net Expenditure	—2,71,19,808	—2,71,50,988

No 6 - STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*concl'd*

Items	Expenditure during 1944-45 Rs	Expenditure to end of 1944-45 Rs
87—Capital Outlay on Schemes Connected with the War, 1939— <i>concl'd</i>		
Cost of Consumers' goods imported on Government Account	57,34,758	57,34,758
<i>Deduct</i> —Receipts and recoveries on Capital Account	—36,45,294	—36,45,294
Net Expenditure	20,89,464	20,89,464
Purchase of fertilisers—		
Gross Expenditure	1,18,43,801	1,18,43,801
<i>Deduct</i> —Receipts and recoveries on Capital Account	—1,58,77,873	—1,58,77,873
Net Expenditure	—40,34,072	—40,34,072
Purchase of gunning substitute	36,64,255	36,64,255
Purchase of colliery stores—		
Purchases in India	2,640	2,640
Purchases in England	9,669	9,669
<i>Deduct</i> —Receipts and recoveries on Capital Account	—2,88,971	—2,88,971
Net Expenditure	—2,76,662	—2,76,662
Total—Capital Outlay on Schemes connected with the War, 1939	3,54,32,134	12,59,79,055
GRAND TOTAL	81,72,58,467	10,15,90,81,241(a)

(a) The net decrease of Rs 27,02,075 in the progressive capital expenditure to end of 1944-45 made without financial adjustment is due to the decrease of Rs 27,42,385 in Capital Outlay under Railways (*vide* footnotes (m) and (n) below "67-A" and "67-B" and increase of Rs 40,310 under Posts and Telegraphs (*vide* footnote (a) below "69")

B.—DEBT, DEPOSITS AND REMITTANCE ACCOUNTS.**I.—Report.****INTRODUCTORY.**

1 Disbursements under debt, deposits and remittance heads, although involving temporary appropriations of Government funds, are not ordinarily regarded as expenditure within the meaning of Section 67-A(5) of the Government of India Act, as set out in the 9th Schedule of the Government of India Act, 1935, and except in a few specified cases, are not required to be submitted to the Legislature in the form of Demands for Grants. It is, however, essential to maintain a complete and progressive record of the debt, deposits, advances, suspense and remittance transactions, as they cannot be ignored when considering the financial position of Government. The management of various receipts and disbursements under these heads constitutes a vital part of the machinery of financial administration. This part of the report contains a record of these transactions and its object is, in the first place, to give a complete enumeration of balances under debt, deposits and remittance heads and, in the second place, to review the current state of the accounts under each head.

2. An elaborate account of the origin and nature of certain transactions was given in the report for the year 1937-38. The explanatory matter in this report has, in most cases, been restricted to an explanation of the head of account itself.

3 Except where stated otherwise the balances in this part of the report under each head have been duly verified and found to agree with those shown in the separate registers or other records maintained in the Accounts Offices for the purpose in accordance with the prescribed rules and have also been accepted as correct by responsible officers concerned where necessary; the terms and conditions of loans, etc., have been fulfilled and repayments made regularly, the debits and credits during the year to the various reserve funds and deposit accounts of grants, etc., were for amounts authorised by the relevant Acts or Rules of the funds or accounts and there were no diversions for purposes other than those for which the funds were constituted or the grants were made.

4 The following is the general statement of balances in India and England of the Central Government on the 31st March, 1945

I.—BALANCES IN INDIA.

Debit Balances	Section of the General Account	Name of Account.	Page	Credit Balances.
(1) Rs.	(2)	(3)	(4)	(5)
	A to M, part of Section P and Sections S (II) and T			
17,36,44,39,030		Government	67	
	N	Public Debt	81	17,05,59,47, 57
	O	Unfunded Debt	101	2,65,62,40,161
	P	Deposits and Advances—		
		(i) Deposits bearing interest—		
		Gross balance	112	2,44,53,01,805
89,88,397		Investments	212	
		(ii) Deposits not bearing interest—		
		Gross balance	112	2,08,23,01,024
18,268		Investments	112	
40,39,41,223		(iii) Advances not bearing interest	116	
		(iv) Suspense—		
18,65,48,348		Investments	163	
		Other items (net)	163	1,41,78,52, 33
		(v) Miscellaneous	178	6,539
	Q	Loans and advances by the Central Government—		
63,65,64,668		(i) Advances to Provincial Governments	119	
14,19,67,125		(ii) Other loans	119	
15,55,36,086	S(I)	Remittances within India (net)	119	
	S(II)	Remittances between England and India—		
		Items adjustable in India (net)	189	81,27,269
2,68,49,27,910	V	Cash Balance (Closing)	199	
<u>21,64,29,29,665</u>		Total		<u>21,64,29,29,665</u>

II.—BALANCES IN ENGLAND.

Debit Balances				Credit Balances				
Total	High Commis- sioner	Secretary of State	Section of the General Account	Name of Account	Page	Secretary of State	High Commis- sioner	Total
1	2	3	4	5	6	7	8	9
£	£	£	A to M and			£	£	£
267,214		267,214	S(II)	Government	64		100,138	107,138
			N	Public Debt	66	47,981,002		17,981,032
			O	Unfunded Debt	101	2,701,383		2,701,383
			P	Deposits and Advances—				
				(i) Deposits not bearing interest—				
				Gross balance	112	7,500,000		7,500,000
7,409,945		7,409,945		Investments	112			
7,159	4,930	2,229		(iii) Advances not bearing interest	146			
				(iv) Suspense—				
				Investments	163			
24,017,933		24,017,933		Other items	163			
3,266,742	71,081	3,95,061		(v) Miscellaneous	178	51,517	126,006	177,523
			S(II)	Remittances between England and India				
				Items adjustable in England	197		611	611
25,066,650		25,036,656		Cash Balance (Closing)	199	1,812,130		1,812,130
170,444	150,444							
60,276,087	227,055	60,949,032		Total		67,049,032	227,055	67,276,087

5 It may be mentioned here that the balances of accounts shown in these statements, are not, and cannot be, regarded as a complete record of the state of affairs of the Central Government, as it is not possible to take into account all the various assets of Government such as lands, buildings, communications, etc., for which no statistics are available and the value of which it is difficult to estimate. These statements, therefore, show the balances of those accounts only, for which separate running accounts are kept within the Government books.

The above balances, are reviewed in detail in the following paragraphs —

SECTION A TO M, PART OF SECTION P AND SECTIONS S (II) AND T—

GOVERNMENT ACCOUNT.

India	Dr.	Rs. 17,36,44,39,030
England	Dr.	£ 267,214
	Cr.	£ 100,438

6. *Government Account*—This is the general closing head in the ledger. Under the system of book-keeping followed in the Indian Government Accounts all balances which are not carried forward from year to year are closed to this head. It is also used as an adjusting head for the purpose of counterbalancing entries which have been included elsewhere in the accounts. The balance under this head, therefore, represents the cumulative results of revenue, capital and other transactions in respect of which no separate progressive balanced accounts are kept. A general outline of the balance in India on the 31st March, 1945 is given in the following table.—

Dr.	INDIA.	Cr.
Rs.		Rs.
(a) 14,55,73,23,242	A.—Opening Balance	
	B.—Revenue Receipts for 1944-45	3,99,42,68,35
5,59,97,29,234	C.—Expenditure on Revenue Account for 1944-45	
81,72,58,467	D.—Capital Expenditure outside the Revenue Account for 1944-45	
	E.—Appropriation for Reduction or Avoidance of Debt—	
	Other Appropriations for 1944-45	2,04,96,000
3,10,10,56,480	F.—Net Remittances between England and India for 1944-45	
	G.—Transfer of cash between England and India	2,78,66,86,045
22,887	H.—Miscellaneous	
	I.—Closing Balance	17,36,44,39,030
24,16,58,89,410	Grand Total	24,16,58,89,410

7. Item A represents the balance brought forward from the last year. The figures against B, C, D, E, F and G agree with the corresponding figures in Accounts Nos 2, 3, 4, 111 and 112 of the Combined Finance and Revenue Accounts for 1944-45.

The following are the details of the sum of Rs. 22,887 against “H.—Miscellaneous” :—

(1) Adjustment on account of the difference between the principal amount of the stock and the commuted value of interest on Amanat Stock Certificate	Cr.	Rs. 1,173
(2) Adjustment of the proportionate share of the Defence Department in respect of the half-yearly equated instalment paid by the Delhi Joint Water and Sewage Board on account of the Government loan to that body	Dr.	17,176
(3) Amount of net debit adjusted under “Remittance Account between England and India” by the Accountant General in the accounts for 1944-45 but not passed on to the High Commissioner or the Secretary of State during the year	Dr.	6,932
(4) Amount of net credit adjusted under “Remittance Account between England and India” by the Accountant General, United Provinces in the Account for 1943-44 but not yet settled	Cr.	16
(5) Represents difference due to conversion of sterling into rupees and fractional differences due to rounding	Cr.	32
Net Total	Dr.	22,887

(a) Increased by Rs 14,71,27,330 on account of write off without financial adjustment, of the amount out of the Lloyd Barrage debt due from the Government of Sind and by Rs 299 being the amount of net debit adjusted under “Remittance Account between England and India” during 1944-45 in write back of adjustments in the accounts for 1943-44 and by Rs 36 by reason of corrections since made.

8 *Government Account* —The balances in England are composed of:—

Secretary of State	..	..	Dr. £	237,214
High Commissioner	..	..	Cr. £	100,438

The above balances are analysed below.—

ENGLAND.

Debits.		Particulars.	Credits.	
High Commissioner (1) £	Secretary of State (2) £		Secretary of State (4) £	High Commissioner (5) £
	27,925,607	A —Opening Balance		281,018
11,432,084	92,413,262	B —Remittance Account between England and India	345,573,108	601,474
.	225,501,453	C —Transfer of Cash between Eng- land and India		13,650,000
100,438	.	D.—Closing Balance	267,214	.
14,532,522	345,840,322	Grand Total	345,840,322	14,532,522

9. The statement given on the next page is intended to afford a general view of the Combined Balances, in India and England, of the Central Government in units of rupee currency, outstanding sterling debts and other balances in England being combined with the corresponding balances in India at the rate of £1=Rs 13½ and the resultant total expressed in rupees. This method of presentation does not however, purport to be the correct method of assessing the sterling balances at their real rupee value, but in the absence of any more accurate basis for determining the exact rupee equivalent of these balances the sterling figures have been converted into rupees at the above rate.

BALANCES IN INDIA AND ENGLAND (COMBINED).

Debit Balances	Section of the General Account	Name of Account	Credit Balances
(1) Rs	(2)	(3)	(4) Rs
	A to M part of Section P & Sections S (II) and T		
17,36,66,62,687	N.	Government	
	O	Public Debt	13,69,77,34,219
	P	Unfunded Debt	2,69,22,53,590
		Deposits and Advances—	
		(i) Deposits bearing interest—	
		Gross balance	2,44,53,91,809
89,88,397		Investments	
		(ii) Deposits not bearing interest—	
		Gross balance	2,16,23,91,024
10,00,15,535		Investment	
46,40,36,663		(iii) Advances not bearing interest—	
		(iv) Suspense—	
50,67,87,462		Investments	
		Other Items (net)	1,37,40,96,160
		(v) Miscellaneous (net)	23,73,510
77,85,31,793	Q	Loans and Advances by the Central Government	
48,64,50,702	S	Remittances (net)	
2,66,27,72,103	V	Cash Balance (Closing)	
22,37,42,45,342		Grand Total	22,37,42,45,342

10 Government Account—The debit balance is composed of the following items of debit and credit —

Item No	Particulars	Debit	Item No	Particulars	Credit
(1)	(2)	(3) Rs	(4)	(5)	(6) Rs.
1	Net debit balance brought forward (a, 14,92,64,17,327		1	Appropriation during 1944-45 for Reduction or Avoidance of Debt otherwise than by means of regularly constituted Sinking Funds	
2	Excess of expenditure of Revenue Account over Ordinary Revenue for 1944-45	1,60,54,59,999			2,04,96,000
3	Capital expenditure outside the Revenue Account for 1944-45	81,72,58,467	2	Adjustment on account of the difference between the principal amount of the stock and the commuted value of interest on Amanat Stock certificate	1,173
4	Adjustment on account of the proportionate share of the Defence Department in respect of the half yearly equated instalment paid by the Delhi Joint Water and Sewage Board on account of the Government loan to that body	17,176			
5	Difference between debit in England and credit in India under the head "Transfer of cash between England and India"	3,80,00,000			
6	Amount of net debit adjusted under "Remittance Account between England and India" by different Accountants General in the account for 1944-45 but not passed on to the Secretary of States or the High Commissioner during the year	6,932			
7	Represent differences due to conversion of sterling into rupees and fractional differences due to rounding	—32			
8	Amount of net credit adjusted under "Remittance Account between England and India" by the Accountant General United Provinces in the Accounts for 1943-44 but not yet settled	—16			
9	Fractional differences due to rounding		7	Net debit balance	17,36,66,62,687
	Total	17,38,71,59,860		Total	17,38,71,59,859

(a) Increased by Rs 14,71,27,330 on account of write off without financial adjustment, of the amount out of the Lloyed Barrage Debt due from the Government of Sind 60 and by Rs 299 being the amount of net debit adjusted under the head "Remittance Account between England and India" during 1944-45 in write back of adjustments in the accounts for 1943-44.

SECTION N.—PUBLIC DEBT

INDIA	CR.	Rs	13,05,79,47,555
ENGLAND	CR.	£	47,984,002

11 *Public Debt*—This term as used in this Report is confined to regular loans raised from the public in India and in England, including certain Railway liabilities and the outstanding portion of India's financial contribution to the Great War, 1914-18. It does not cover other interest-bearing obligations, such as Post Office Savings Bank Deposits and Cash Certificates, and Provident, Depreciation, Reserve and other Funds, which are dealt with in Sections O and P of this Report. A comparative statement, showing the aggregate gross capital liabilities of the Central Government on the 31st March, 1945, and the capital and other disbursements which are treated as set off against these liabilities, is to be found in Account No. 2 of Part B of this Report.

The liabilities reviewed in this Section are divided into two classes, namely "Permanent Debt" and "Floating Debt". The term "Permanent Debt" covers such of the loans borrowed by Government in the open market as are intended to have, at the time when they are raised, a currency of more than twelve months. The term "Floating Debt" is applied to borrowings of a purely temporary nature, such as treasury bills and ways and means advances from the Reserve Bank of India, which are to be repaid within twelve months. The balances under each of these classes, which represent the nominal value of outstanding debt on the 31st March 1945, are reviewed in the following paragraphs.

The outstanding balance of Public Debt on the 31st March, 1945, amounted in the aggregate to a sum of Rs 13,69,77,34,249 as shown below, the sterling debt being converted into rupees at the rate of 1s 6d to the rupee. This method of presentation probably does not show the sterling liabilities at their true rupee value but in the absence of a more suitable basis for determining the exact rupee equivalents of the sterling loans raised in England, based on actual conditions, the sterling figures have been combined with the corresponding rupee figures in India at the conventional rate of 1s 6d to the rupee and the resultant total expressed in rupees.

	Cr Rs
Rupee Debt	13,05,79,47,555
Sterling Debt £ 47,984,002 converted into Rupees at £1 = Rs 12½	63,97,86,694
Total	13,69,77,34,249

Rupee Debt Cr. Rs 13,05,79,47,555

12 The balance under rupee debt is expressed of the following parts—

	Cr Rs	Cr Rs
I—Permanent Debt—		
A—Loans bearing interest	12,12,14,20,120	
B—Loans not bearing interest	25,19,625	
C—Interest free loans	6,69,51,810	
		12,19,08,97,555
II—Floating Debt	86,70,50,000	86,70,50,000
Total		13,05,79,47,555

I.—Permanent Debt**Cr. Rs 12,19,08,97,555**

13 The balances under this head are borne on the books of the Accountant General Central Revenues The details are shown in the following statements :—

A — Loans bearing interest.

Rate of interest (1)	Description of loan (2)	Amount of each loan (3) Cr Rs	Total (4) Cr Rs
5 per cent	Loan, 1945-55	56,74,93,700	56,74,93,700
4½ per cent	Indore State Railway Loan	70,00,000	
4½ per cent	Loan, 1950-55	6,73,88,200	
4½ per cent	Loan, 1955-60	9,05,63,700	
4½ per cent	Loan, 1958-68	5,84,52,900	22,34,04,800
4 per cent	Loan, 1960-70	63,30,26,300	
4 per cent	Loan, 1948-53	5,02,40,400	
4 per cent	Loan from Maharaja Scindia for State Railway	1,50,00,000	
3½ per cent	Loan, 1842-43	71,83,02,100	69,82,06,700
3½ per cent	Loan, 1854-55	40,08,22,270	
3½ per cent	Loan, 1865	65,95,52,100	
3½ per cent	Loan, 1879	17,96,04,300	
3½ per cent	Loan, 1900-01	77,07,72,550	3,41,21,41,320
3½ per cent	Loan, 1947-50	55,94,36,900	
3½ per cent	Bonds, 1954-59	12,36,51,100	
3 per cent	Loan 1953-55	1,14,59,67,500	
3 per cent	Loan, 1896-97	8,92,94,400	6,59,99,91,600
3 per cent	Defence Bonds, 1946	65,14,32,200	
3 per cent	Loan, 1949-52	66,63,53,500	
3 per cent	Loan, 1951-54	86,72,71,900	
3 per cent	Loan, 1963-65	91,17,46,700	62,01,28,000
3 per cent	Funding Loan, 1966-68	1,10,11,78,000	
3 per cent	Victory Loan 1957	1,11,42,29,500	
3 per cent	Second Victory Loan, 1959-61	5,25,17,900	
2¾ per cent	Loan, 1948-52	62,01,28,000	
Total			12,12,14,26,120

B — Loans not bearing interest.

Description of loan	Amount of each loan. Cr Rs
Treasury Bonds, 1935	1,65,000
Bonds, 1935	24,200
Bonds, 1934	1,54,800
Bonds, 1933	41,300
Bonds, 1932	35,700
Bonds, 1931	10,600
Bonds, 1930	2,85,100
Bonds, 1927	82,800
Bonds, 1926	78,400
Bonds 1933-36	51,700
War Bonds, 1928	1,02,525
War Bonds, 1925	12,750
War Loan, 1929-47	2,20,350
Conversion Loan 1916-17	18,800
Loan, 1934-37	2,07,700
Loan, 1938-40	54,800
Loan, 1939-44	2,15,300
Loan, 1940-43	2,44,400
Bonds, 1941	1,48,500
Bonds 1943	3,64,900
M484AGCR	
Total	25,19,625

C.—Interest-free loans.

	Amount of each loan Cr Rs
Three Year Interest-Free Defence Bonds	2,93,40,390
Five Year Interest-Free Prize Bonds, 1949	3,76,11,420
Total	6,69,51,810

The total figure under “ B —Loans not bearing interest ” represents the unclaimed balance of old loans which have been notified for discharge and have ceased to bear interest from the due date of discharge

14 The figures in paragraph 13 correspond with those given in Account No 93 of the Combined Finance and Revenue Accounts for 1944-45 and Account No 3 of Part B II—Accounts of this report

15 The Indore State Railway Loan of rupees seventy lakhs and the Scindia State Railway Loan of rupees one core and fifty lakhs are not borne on the registers of the Reserve Bank but were taken under special conditions from the Maharajas, Holkar and Scindia

16 The other loans are borne on the registers of the Bank and the verification of their balances consists in a reconciliation between the loan balances which are outstanding on the books of the Accountant General, Central Revenues, and the corresponding balances in the books of the Bank as representing the outstanding loans held against Government. A comparison of the figures of outstanding loans on the books of the Accountant General Central Revenues, on the 31st March, 1945, with the corresponding liabilities on the books of the Bank revealed differences under sixteen loan heads noted below —

Description of loan	Ledger balance more+less— Rs
1 Treasury Bonds, 1935½	—500
2 Bonds, 1934	+500
3 Bonds, 1931	+100
4 Bonds, 1926½	+100
5 Bonds, 1943	—2,47,500
6 War Bonds, 1928	—1,900
7 Bonds, 1939-44	+2,900
8 War Loan, 1929-47	—5,000
9 Loan, 1940-43	—1,500
10 Three Year Interest-Free Defence Bonds	+3,35,763
11 Five year Interest-Free Prize Bonds, 1949	—38,43,950
12 Loan, 1953-55	+1,90,500
13 Loan, 1938-40	+600
14 Victory Loan, 1957	—1,39,33,900
15 Second Victory Loan, 1959-61	+1,59,54,400
16 Conversion Loan, 1916-17	—200

The ledger balances on the books of the Accountant General, Central Revenues, based as they are on the actual transactions passing through the Government accounts of the year, may be taken as the true liability of the Central Government on the 31st March, 1945

The differences mentioned above, except in the case of items 10 to 12 and 14 and 15, relate to loans which are in course of discharge. The balances on the books of the Bank are not reduced until the securities are actually cancelled by that office, while the necessary debits are adjusted through the accounts of the Accountant General, Central Revenues, on the basis of information furnished by the Accountants General and Comptrollers. The differences in the case of items 1 to 9 and 13 and 16 were mostly due to securities discharged and accounted for as such in the accounts of

the Accountant General, Central Revenues, but not cancelled by the Bank and *vice versa*, and in the case of item 8, to a certain extent to outstanding allotment letters not having been converted into scrip. In the case of items 10 to 12 and 14 and 15 the final account adjustment of the figures of the loans have not yet been completed in the absence of complete figures from the Bank

II—Floating Debt**Cr. Rs 86,70,50,000**

17 The balance under this head represents the amount of the Treasury Bills outstanding on the 31st March, 1945, on the books of the local Head Offices and the Branch Offices of the Reserve Bank of India. The details, according to accounting circles, are as follows —

TREASURY BILLS	Cr. Rs
Central Revenues	66,14,00,000
Madras	22,00,000
Bombay	19,78,50,000
United Provinces	12,00,000
Punjab	44,00,000
Total	86,70,50,000

Sterling Debt Cr. £ 47,984,002

18 The balance under Sterling Debt is composed of the following parts —

Permanent Debt—

	Cr
I —Loans bearing interest	47,736,428
II —Loans not bearing interest	247,574
Total	47,984,002

The details of the above balances are —

I.—Loans bearing interest.

	Cr £
India 4½ per cent Stock	5,862,774
India 4 per cent Stock	706,069
India 3½ per cent Stock	726,034
India 3 per cent Stock	2,470,149
India 2½ per cent Stock	211,120
East Indian Railway Irredeemable Debenture Stock, 4½ per cent	15,320
East Indian Railway New Debenture Stock, 3 per cent	85,150
Eastern Bengal Railway Irredeemable Debenture Stock, 4 per cent	2,639
South Indian Railway Perpetual Debenture Stock, 4½ per cent	5,010
Great Indian Peninsula Railway Irredeemable Debenture Stock, 4 per cent	28,740
Burma Railways Debenture Stock, 3 per cent	18,834
Liability for British Government 5 per cent War Loan (1929-47) taken over by India	15,466,928
South Indian Railway Debenture Stock, 4 per cent	33,753
Bengal and North Western Railway 5 per cent Debenture Stock (1945-60)	12,855
<i>Railway Annuities</i>	
East Indian Railway Annuity terminating in 1953	7,984,513
Eastern Bengal Railway Annuity terminating in 1957	1,174,641
Sindho, Punjab and Delhi Railway Annuity terminating in 1959	3,996,682
Great Indian Peninsula Railway Annuity terminating in 1948	4,347,296
Madras Railway Annuity terminating in 1956	4,587,921
Total—Loans bearing interest	47,736,428

II.—Loans not bearing interest

	Cr £
India 3½ per cent Stock, 1931 on after	219,116
India 5 per cent Stock, 1942-47	2,734
India 5½ per cent Stock, 1932	1,800
India 6 per cent Bonds, 1932	450
Bombay, Baroda and Central India Railway 3½ per cent Debenture Stock	1,147
East Indian Railway 3½ per cent Debenture Stock	17,550
Great Indian Peninsula Railway 3½ per cent Debenture Stock	1,777
Total—Loans not bearing interest	247,574

19 These balances are borne on the books of the Secretary of State and agree with the figures shown in Account No 93 of the Combined Finance and Revenue Accounts for 1944-45 and Account No 3 of Part B II—Accounts of this report

The amount shown against “ Liability for British Government 5 per cent War Loan (1929-47) taken over by India ” is the undischarged balance of the liability assumed by India as a contribution towards the cost of the Great War, 1914-18. Payment of interest on this liability has been suspended from the 1st July, 1931.

The amounts shown under Railway Annuities represent the unexpired portion of the capital liability involved in the purchase of Railways under redemption by annuities, which has been transferred to General Revenues on the separation of the railway finances from the general finances of the Central Government. The liability for Railway Annuities is, however, included in the balance only for accounting reasons as it has been funded by a lump payment to His Majesty's Government which has undertaken to make available to the Central Government the amount required to meet the instalments as and when they fall due.

20 Funds were also raised by the Secretary of State by the issue of debentures through Railway Companies working State lines. The interest on these is guaranteed by the Secretary of State, but they are not in the nature of direct obligations and are not, therefore, included in the Public Debt of the Central Government.

SECTION O.—UNFUNDED DEBT.	INDIA	Cr.	Rs.	2,65,62,40,151
	ENGLAND	Cr.	£	2,701,383

21 *Unfunded Debt*—This term is used to describe a number of interest-bearing obligations of Government in respect of funds deposited with it for various purposes. The principal classes of these obligations are —

	India Rs	England £
Special Loans	1,45,05,730	
Treasury Notes	71,619	
Deposits of Service Funds	79,57,762	2,701,383
Savings Bank Deposits	88,75,31,314	
Post Office Certificates	70,42,53,494	
State Provident Funds	93,02,02,180	
Other Accounts	11,17,18,022	
Total	Cr 2,65,62,40,151	2,701,383

Special Loans

Cr Rs 1,45,05,730

22 Under this head is recorded a number of interest-bearing obligations mostly of a permanent character, of which the following are the details —

Description of the Loan (1)	Central Revenues (2) Rs	United Provinces (3) Rs	Punjab (4) Rs	Total (5) Rs
8 per cent Perpetual Loan (Madras)	21,000			21,000
6 per cent Perpetual Loan (Madras)	70,000			70,000
Endowments by the late King of Oudh—				
First Loan (6 per cent)		24,55,753		24,55,753
Third Loan (5 per cent)		98,35,019		98,35,019
Sixth Loan (4 per cent)		13,95,958		13,95,958
Appropriation for the maintenance of Madho Rao	6,68,000			6,68,000
Endowment for Charitable and Educational Institutions	50,000		10,000	60,000
Total	Cr 8,09,000	1,36,86,730	10,000	1,45,65,730

23 Full particulars of these loans are given below —

Madras Perpetual Loans Cr. Rs. 91,000

These are all deposits made by private persons originally with the Government of Madras as perpetual loans. The deposit is in each case an endowment for religious purposes connected with Christian churches.

Endowments by the late King of Oudh Cr Rs 1,36,86,730

These are endowments made by the late King of Oudh for the payment of pensions and certain stipends called *Wasika Pensions*. The balances of the first, the third and the sixth loans have been reduced by Rs 4,812, Rs 1,311 and Rs 668 respectively during the year under report owing to adjustments on account of the values of commuted and lapsed pensions.

Appropriation for the maintenance of Madho Rao Cr. Rs. 6,68,000

The balance shown against this head represents the amount appropriated in 1861 out of the property forfeited by Madho Rao's father to provide a pension for his son.

Endowment for Charitable and Educational Institutions Cr. Rs. 60,000

The particulars of these endowments are .—

Central Revenues—

	Cr Rs
Deposits of the Lawrence Military Asylum, Mount Abu.	10,000
Annuity Fund of Fattah Ullah Khan	10,000

Punjab—

Lawrence Memorial Asylum at Murree		Cr Rs 10,000
Total		60,000

These consist generally of endowments for specific purposes of an educational or charitable character, *e g*, maintenance of asylums for the poor, etc, which were accepted by Government from private persons at various times These loans are practically fixed and do not, therefore, require annual verification

Treasury Notes Cr. Rs. 71,619

24 The balance represents the value of three non-transferable Treasury Notes at 4 per cent (Madras) Two Treasury Notes, one for Rs 20,219 and another for Rs 10,000, are held by the Accountant General, Madras, as Treasurer of Charitable Endowments The third Note for Rs 41,400 belonging to the Lawrence Memorial Royal Military School, Lovedale is held by the Reserve Bank of India, Madras on behalf of the Administrators—*viz*, the Director of Public Instruction, Madras and the Collector of the Nilgiris

Deposits of Service Funds	{	India	Cr.	Rs.	79,57,762
		England	Cr.	£	2,701,383

25 The details are as follows —

<i>India—</i>	Cr Rs
Bengal Uncovenanted Service Family Pension Fund	31,55,756
Bengal and Madras Service Family Pension Fund	15,86,463
Madras Military Assistant Surgeons' Fund	4,34,983
Bombay Family Pension Fund of Government Servants (Widows' Pension Branch)	27,80,560
Total	79,57,762

<i>England—</i>	Cr. £
Indian Military Widows' and Orphans' Fund	222,167
Indian Military Service Family Pension Fund	1,443,200
Indian Civil Service Family Pension Fund	1,036, 016
Total	2,701,383

26 *India* —These represent, in the main, the balance of certain funds intended for the benefit of Government servants, but not under the control of Government, which are deposited with them on favourable terms as to interest

In respect of all these funds the Treasury is merely the depository, the funds having in each case their separate offices and organisations for keeping the details of the accounts The verification of the balances, therefore, consists in merely agreeing the balances on the Government books with those claimed by the trustees or other responsible officers of the funds

27 *England—The Indian Military Widows' and Orphans' Fund* —It was designed to secure suitable provision for the widows and orphans of officers of the Indian Army not being subscribers under the Indian Military Service Family Pension Regulations The balance of the fund, which is essentially sterling in character, is held in England.

Indian Military Service Family Pension Regulations and the Indian Civil Service Family Pension Rules—All moneys contributed thereunder were up to the 31st March, 1936 credited as revenues of India and the pensions and other benefits paid were debited as a charge upon those revenues. Since 1st April, 1936 these transactions have been brought under Section O—Unfunded Debt and the balances have been recognised as sterling liabilities of Government.

With effect from the 1st April, 1937 all these funds have been divided into two sections, namely, the Transferred Section and the Untransferred Section, to represent respectively the interest transferred to the Commissioners appointed under the Government of India (Family Pension Funds) Order, 1936, and the interest untransferred by reason of objection made under Section 273 (3) of the Government of India Act, 1935. The balances existing at the end of March, 1937 in respect of the section of the subscribers and beneficiaries who elected for transfer, were paid over to the appropriate Commissioners under the provisions of the Order in Council. The balance outstanding on the 31st March, 1945 in respect of "Transferred Funds" is shown under "Suspense Accounts" in "Section P—Deposits and Advances". The balances shown herein represent those of the Untransferred Section of each fund.

These funds are under the control of Government and are audited like other Government accounts

Savings Bank Deposits	Cr.	Rs.	88,75,31,344
-----------------------	----	---	---	-----	-----	--------------

28 These are composed of the following —

	Cr
	Rs
Post Office Savings Bank Deposits	80,22,15,600
Post Office Defence Savings Bank Deposits	8,53,15,744
Total	88,75,31,344

Post Office Savings Bank Deposits—These deposits relate to savings banks established at Post Offices throughout the country to encourage thrift and banking habit. Deposits are received into them subject to certain limitations and bear interest at 1-1/2 and 2 per cent under different circumstances. The interest credited to the depositors' accounts during the year amounted to Rs 1,22,12,294. The balance mentioned herein excludes the balances under "Dead Savings Bank Accounts" which are shown separately under "Deposits". The ledger balance was found to differ from the total of the balances of live accounts held at the credit of the depositors as worked out from the books of the Audit Offices by Rs 2,791 which is under reconciliation. Seventeen cases involving a sum of Rs 224 were written off during the course of the year. The above balance excludes contingent liabilities of Rs 24,486 for cases of savings bank frauds in which the claims of the defrauded depositors have not yet been settled by the Heads of Circles. The analysis of the above amount according to years of detection of the frauds is given below —

	Rs
1939-40	3,080
1940-41	1,622
1941-42	4,638
1942-43	4,040
1943-44	11,106
Total	24,486

Post Office Defence Savings Bank Deposits — To provide a ready means for the deposit of their saving by persons of limited means with a view to enable them to help in the war efforts, the Indian Post Office Defence Savings Bank has been established from the 1st April, 1941. Deposits are received subject to certain limitations and bear interest at the rate of 2-1/2 per cent per annum. The interest credited to the depositors' accounts during the year amounted to Rs 15,91,683. There was a difference of Rs 3,390 between the ledger balance and total of balances in the accounts of the depositors which is under reconciliation.

Post Office Certificates

Cr. Rs. 70,42,53,494

29 These are composed of the following —

	Cr Rs.
Post Office Five Year Cash Certificates	35,81,85,957
Post Office Ten Year Defence Savings Certificates	6,42,12,970
Post Office Twelve Year National Savings Certificates	28,03,99,455
Indian States Certificates	14 55,112
Total	70,42,53,494

Post Office Five Year Cash Certificates — The balance represents the issue price of cash certificates sold to the public remaining undischarged at the end of the year under review and does not include the accrued liability in respect of bonus which is of the nature of deferred interest and is payable under the system described below.

These certificates are repayable on demand at any time, but are ordinarily expected to remain in deposit for five years. On repayment, after the first year of deposit, a bonus is payable in addition to the principal. For a certificate remaining in deposit for the full five years, the bonus payable represents, at the rates of issue prevailing during the period covered by this report, approximately 2-1/2 per cent compound interest.

With a view to afford additional facility to the holders, cash certificates maturing on or after the 6th June, 1940 are allowed, at the option of the holders, to be held for a further period of ten years, at revised rates of interest during the extended period.

Post Office Ten Year Defence Savings Certificates — With effect from the 6th June, 1940 this new form of Postal Certificate has been issued. These certificates like the Five Year Cash Certificates, are payable on demand with a bonus, if paid on or after the expiry of two years from the date of issue but are ordinarily expected to remain in deposit for ten years. The bonus payable after the full term of ten years represents, at the rates now prescribed, approximately 3-1/8 per cent compound interest. The balance represents the issue price of certificates remaining undischarged at the close of 1944-45. The issue of these certificates has been stopped from the 1st October, 1943.

Post Office Twelve Year National Savings Certificates. — This new form of certificate, known as Post Office Twelve Year National Savings Certificates, is being issued from the 1st October, 1943. These certificates, like the Ten Year Defence Savings Certificates, are payable on demand with a bonus if paid on or after the expiry of one and a half years in the case of certificates of Rs 5 denomination and in the case of other denominations three years from the date of issue. The bonus payable after the full term of twelve years amounts approximately to 4-1/6 per cent. simple.

interest. The balance represents the issue price of the certificates remaining undischarged at the close of the year 1944-45. The difference of Rs. 18,310 between the ledger and the subsidiary register balance is under reconciliation.

Indian States Certificates —As a counterpart of the Government of India's Small Savings Scheme, His Exalted Highness the Nizam's Government are issuing National Savings Certificates in *Halisicca* currency through the Hyderabad State Post Offices on the same terms and conditions as applicable to the Post Office 12 Years National Savings Certificates in British India. Monthly accounts are rendered by State Government to the Government of India and settlements are effected in British Indian currency, the transactions in *Halisicca* being converted at a fixed rate of exchange. The balances represent the net results of the transactions occurring in 1944-45.

State Provident Funds

30 These are funds established for the benefit of Government servants, contri-
the sums deposited in them and, in some cases where the funds in effect represent
revenues. The Defence Savings Provident Funds, ordinary and railway, are
accumulated deposits in the other funds are finally paid to the depositors on the
circumstances. The balances of individual accounts were duly communicated
funds are as shown in the following table.—

Balance of State Provident Funds

Funds.	Central Revenues	Supply Accounts (Civil)	Food Account	Balu- chistan	Madras	Bombay	Bengal	United Provinces	Punjab
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs.
State Railway Provident Insti- tution	6,51,708			.	.				.
General Provident Fund	2,00,52,741	8,02,301	.	9,79,264	29,05,475	74,43,002	66,98,798	18,84,670	15,42,801
Indian Civil Ser- vice Provident Fund	23,52,711			99,008	—242	45,304	13,603	1,378	.
Indian Civil Ser- vice (Non- European Mem- bers) Provident Fund	1,17,731	..	.		—969		972	—385	938
Defence Savings Provident Fund	21,42,035	4,34,732	6,375	83,507	20,61,177	34,88,715	13,17,710	23,01,175	34, 78,29
Defence Savings Provident Fund Railways	..	..		.			.		..
Defence Services Officers' Provid- ent Fund	..	.	.	..	..		..	..	.
Military Engineer Services Provid- ent Fund	..	.	.	.	.	.	.	.	.
Indian Ordnance Department Pro- vident Fund		.		.	.		.	..	..
Contributory Pro- vident Fund	27,04,351	27,22,999	1,265	300	5,03,894	9,52,048	7,28,808	4,534	16,50
Contributory (Transferred Railway Per- sonnel) Provid- ent Fund	.	.	..	.		..	..	..	..
Other Miscellane- ous Provident Funds	519	1,23,092	.	.	6,24,720		1,146	.	..
Total	2,89,81,706	40,83,124	7,640	11,03,039	66,04,055	1,19,29,669	87,61,037	41,91,372	50,38,54

Cr. Rs. 93,02,02,180

contributions to which are, in certain cases, compulsory Government pays interest on substitutes for pensions, supplements the deposits by contributions from its own governed by special rules as described in paragraphs 35 and 36 below The termination of their service, but temporary withdrawals are permitted in certain to the depositors concerned except where otherwise mentioned The details of these on the 31st March, 1945.

Bihar (11)	Central Provinces and Berar (12)	Assam (13)	North- West Frontier Province (14)	Orissa (15)	Sind (16)	Coorg (17)	Defence (18)	Railways (19)	Posts and Telegraphs (20)	Total (21)
Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
								73,66,77,822		73,73,27,530
9,18,497	7,89,840	2,75,011	1,15,081	1,22,117	8,00,030	5,10,808	1,96,04,638	32,29,439	4,17,88,601	11,16,85,379
	85		1,04,075						50,802	26,67,684
									2,771	1,21,058
11,85,50	11,62,429	1,41,07	3,53,011	3,11,644	3,63,084	3,279	39,90,515	65,261	14,95,256	2,58,7,865
								29,69,960		29,69,960
							15,80,510			1,58,0,510
							51,431			51,431
							1,45,00			1,45,010
			6,229				3,79,21		10,32,780	1,51,12,719
								13,48,368		13,48,368
							28,55,15			1,35,04,640
21,03,997	19,52,354	719,104	12,09,025	133,791	11,63,134	7,14,087	96,06,51	1,42,70,87	53,70,02	3,12,00,180

State Railway Provident Institution Cr. Rs. 73,73,27,530

31. The balance in the ledgers of the institution was reconciled with the General Books of the Railways concerned except on the Bengal Assam, Bengal Nagpur and Great Indian Peninsula Railways and with the broadsheet maintained by the Accountant General, Central Revenues. The difference of Rs —2,411 under Central Revenues is under settlement. The balance in the books of the Railways includes Rs 17,13,79,724 on account of balance under the Companies Railways Provident Fund on the 31st March 1944. One case of misclassification detected during test audit resulted in an excess credit of Rs 1,463 under the head

General Provident Fund Cr Rs. 11,16,85,379

32. The Ledger balances of this fund on the books of the Civil and Departmental Accounting Officers are proved with the sum total of the balances of the personal accounts of the subscribers to the fund. In doing so, differences were found in certain cases, which have since been settled except for Rs 3,273 under Supply Accounts (Civil), Rs —102 under Baluchistan, Rs 30,785 under Madras, Rs 4,043 under Bombay, Rs 8,923 under Bengal, Rs 2,932 under United Provinces, Rs 3,788 under the Punjab, Rs 6,586 under Bihar, Rs —40 under Central Provinces, Rs 142 under North West Frontier Province, Rs 1,547 under Orissa and Rs 1,316 under Coorg. Under Central Revenues, the difference between the broadsheet and the ledger balances are under settlement.

Indian Civil Service Provident Fund Cr. Rs. 26,67,684

33. The balances under this head represent deductions made from the salaries of members of the Indian Civil Services which are funded for the benefit of the officers concerned. The ledger balances agree with the broadsheets maintained by Accounts Offices except Rs 4,913 under Central Revenues, Rs 1,206 under Baluchistan, Rs 636 under Bengal and Rs 366 under United Provinces, which are under settlement. The debit balance under Madras is due to erroneous adjustments and will be adjusted in the accounts for 1945-46.

Indian Civil Service (Non-European Members)

Provident Fund Cr. Rs. 1,21,058

34. This fund was established on the 1st January, 1931. It is open only to Non-European members of the Indian Civil Service. The balance shown under Punjab is being re-adjusted in 1945-46. The debit balances under Madras and United Provinces are due to erroneous adjustments and are in course of reconciliation. The differences of Rs —2,222 and Rs 195 between the ledgers and the broadsheet balances under Central Revenues and Bengal are under settlement.

Defence Savings Provident Fund Cr. Rs 2,55,87,885

35. This fund was started during the year 1940-41 to enable Government servants to take part in the defence savings movement. Subscriptions are voluntary and will not continue beyond twelve months from the date on which the war is declared to have terminated. No advances are permitted. The amount standing at the credit of a subscriber is payable on his quitting service or on the expiry of twelve months from the date on which the war is declared to have terminated, whichever is earlier, provided that in the latter case the subscriber gives due intimation claiming payment to the Accounts Officer or the Head of the office as laid down in the rules.

The differences between the ledger and the broadsheet balances were noticed in certain cases which have been adjusted in the accounts for 1945-46, except Rs 22,316 in Central Revenues, Rs 619 in Baluchistan, Rs 1,648 in Supply Accounts (Civil), Rs 9,534 in Bombay, Rs —260 in United Provinces, Rs 2,009 in Central Provinces, Rs 430 in Assam and Rs —1,624 in Orissa, Rs 1,018 in Sind and Rs 16 in Coorg.

which are under settlement. The discrepancies between the ledger balance and the sum total of the balances of the personal ledger accounts of the subscribers have been settled except Rs 1,05,530 in Madras, Rs 13,621 in Bengal, Rs. 94,662 in the Punjab and Rs 32,373 in Bihar, which are under reconciliation.

Defence Savings Provident Fund—Railways Cr. Rs. 29,69,960

36 This fund was also started on terms similar to those of the Defence Savings Provident Fund during the year 1940-41 and is open to all Railway servants in the service of the Crown in India. The balance was reconciled with that as per personal ledgers of the subscribers except on the Bengal and Assam Railway.

Defence Services Officers' Provident Fund Cr. Rs. 1,15,80,516

37 It is open to British and Indian Officers holding substantive King's Commissions in the Indian Army, including the Indian Medical Service and in the Royal Indian Navy.

Military Engineer Services Provident Fund Cr. Rs. 51,431

38 This fund is intended for non-pensionable Government servants of the Military Engineer Services.

Indian Ordnance Department Provident Fund Cr. Rs. 1,01,45,040

39 This fund is intended for non-pensionable Government servants of the Indian Ordnance Department.

Contributory Provident Fund Cr. Rs. 1,31,12,719

40 This fund was started for the benefit of certain non-pensionable Government servants under the control of the Central Government. The differences between the ledger and the broadsheet balances have been settled except Rs 194 under Central Revenues, Rs 300 under Baluchistan, Rs 1,670 under Supply Accounts (Civil), Rs 21,618 under Madras, Rs 1,987 under Bengal and Rs 21 under Punjab.

Contributory (Transferred Railway Personnel) Provident Fund Cr. Rs. 13,48,368

41 This fund was instituted during the year under review for the staff of the Railway Audit Department on conditions analogous to State Railway Provident Fund. A difference of Rs 792 was noticed on the Bengal Nagpur Railway which has been set right in the accounts for 1945-46.

Other Miscellaneous Provident Funds Cr. Rs. 1,36,04,630

42 This balance includes (i) the balances of special Provident Fund for the non-pensionable employees of the late Indian Stores Department, (ii) the balances of the Vizagapatam Port Contributory Provident Fund which is open to employees of the Vizagapatam Port only and (iii) the balances of the Okara Military Farm Provident Fund and the Indian Ordnance Factories Workmen's Provident Fund. The differences of Rs 27 under Supply Accounts (Civil), Rs 23,853 under Madras and Rs 1,146 under Bengal are under settlement.

Other Accounts Cr. Rs. 11,17,18,022

43 The details are shown below —

BOMBAY

	Cr Rs
Bombay Family Pension Fund of Government Servants (Life Assurance Branch)	9,655

BENGAL

General Family Pension Fund	22,176
Hindu Family Annuity Fund	1,46,279
Bengal Christian Family Pension Fund	7,993

POSTS AND TELEGRAPHS

Postal Insurance and Life Annuity Fund	10,80,48,694
--	--------------

		Cr Rs
RAILWAYS		
Staff Benefit Fund	.	16,53,515
Indian Railway Conference Association Employees' Provident Fund	.	6,91,973
Eastern Group Sleeper Control Provident Fund	..	2,65,146
Sind, Punjab and Delhi Railway Clergy Endowment Fund	.	16,006
Technical Trainees' Benefit Fund	.	81
GENERAL.		
Cemetery Endowment Fund	.	8,56,504
Total	..	11,17,18,022

44 *Bombay Family Pension Fund of Government Servants (Life Assurance Branch)* —The balance is constituted of subscriptions of such members of the fund who become widowers

45. *General Family Pension Fund* —The balance under this head differs from the amounts claimed by the Administrator of the fund by Rs 7,447 which has been adjusted in the accounts for 1945-46.

46 *Hindu Family Annuity Fund* —The fund was established in 1872 as a mutual and benevolent institution primarily for the purpose of providing annuities to the widows and children of the Bengalee Hindus and Brahmos. The fund is managed by a Board of Directors. The receipts of the fund consist of subscriptions of Government employees, pensioners, and others and also of interest on the securities in which the fund money is invested. For current expenses and investments, letters of credit are issued on the Reserve Bank of India, Calcutta. The difference of Rs 8,131 between the ledger and the broadsheet balances is under settlement.

47 *Bengal Christian Family Pension Fund* —The fund was established in 1859 with the object of enabling subscribers belonging to the Indian Christian community to secure pensions for themselves, their widows, children and wards. The management of the fund is made by the members themselves through the Board of Directors. The fund being purely mutual, the surplus for interest, etc., is returned to members by reduction of subscription and/or grant of cash bonus, etc. There is a difference of Rs 399 in the balance, which has been adjusted in the accounts for 1945-46.

48 *Postal Insurance and Life Annuity Fund* —This is a Life Insurance Fund managed by Government for the benefit of its employees, in which insurance is permitted up to a maximum of Rs 20,000 for each life insured. The balance includes interest for the year at $3\frac{1}{2}$ per cent on balances at credit of the fund in respect of policies issued up to the 31st March, 1940 and at 3 per cent in respect of policies issued from the 1st April, 1940 onwards. The number of subscribers on the 31st March, 1945 was 92,975 against 93,221 on the same date in 1944.

49 *Staff Benefit Fund —Railways* —This fund was instituted on the 1st April 1931 to provide certain amenities and affords relief from distress to non-gazetted employees of railways, the cost of which was previously met from the Railway Fine Fund. The income of the fund is derived from fines levied on the employees supplemented by a contribution from Railway revenues. There was a difference of Rs 3,819 on the North Western Railway, out of which Rs 1,339 has been cleared in 1945-46 and the balance is under investigation.

50 *Indian Railway Conference Association Employees' Provident Fund* —This fund was established for the benefit of the staff of the Indian Railway Conference Association on conditions analogous to State Railway Provident Funds. The amount is mostly invested in Government securities leaving a small amount as working balance in hand.

51. *Eastern Group Sleeper Control Provident Fund*.—This fund was instituted during 1940-41 on the Bengal Nagpur Railway but the balances of the fund were merged with those of the Companies' Railways Provident Fund. They were separated in 1942-43. There was a difference of Rs 910 which has been settled in 1945-46.

52 *Sind, Punjab and Delhi Railway Clergy Endowment Fund* —This fund was instituted in 1942-43 for recording the cash proceeds of India 3 per cent Stock of the late Sind, Punjab and Delhi Railway.

53 *Technical Trainees' Benefit Fund* —This was instituted during 1941-42.

54 *Cemetery Endowment Fund* —The balance represents the amount of endowment fees, ordinary and special, received up to the 31st March, 1945 for the erection of monuments over the graves in Government cemeteries.

The details, according to accounting circles, are as follows .—

							Cr. Rs
Central Revenues	.	.	..	..	..	..	4,63,685
Bombay	.	.	..	..	..	..	6,099
Madras	..	.	..	.	..	..	1,396
Central Provinces and Berar		.	.	..	..		34,690
Assam	.	.	.	.	..		13,317
North-West Frontier Province	.	.	..	.	..		191
Orissa		.	.	.	.		3,822
Coorg	..	.	..	..	..		1,197
					Total	.	5,24,397
Defence	..	.	.	..	..	.	2,81,505
Railways	.	..	.	.	..	.	50,602
					Grand Total	.	8,56,504

SECTION P.—DEPOSITS AND ADVANCES.

INDIA	..	..	..	{ Dr. Rs.	52,78,41,465
				{ Cr. Rs.	5,80,37,89,322
ENGLAND	.	.	..	{ Dr. £	7,499,945
				{ Cr. £	7,677,523

55 This section consists of five main parts, namely :—

Hends	India		England	
	Dr	Cr.	Dr	Cr
	(2)	(3)	(4)	(5)
(1)	Rs	Rs	£	£.
(I) Deposits bearing interest	89,88,397	2,44,53,91,809	.	.
(II) Deposits not bearing interest .	(a) 5,82,613	2,06,29,57,369	7,499,945	7,500,000
(III) Advances not bearing interest	47,01,40,670	61,99,447	.	..
(IV) Suspense .. .	5,81,29,785	1,28,92,34,158	—	..
(V) Miscellaneous . ..	.	6,539	..	177,523
Total	53,78,41,465	5,80,37,89,322	7,499,945	7,677,523

(a) The difference of Rs 5,66,345 both under debit and credit balances, as compared with the balances under this head shown in paragraph 4 (I—Balances in India) has been explained by footnote (a) below paragraph 69

PART I—DEPOSITS BEARING INTEREST.

56. This part consists of two main divisions, namely :—

Divisions.					Dr.	Cr
					Rs	Rs
{A} — Reserve Funds	..	..	..	..	89,88,397	1,45,18,05,821
{B} — Other Deposit Accounts	..	..	..	..		99,35,85,988
Total					89,88,397	2,44,53,91,809

(A) — RESERVE FUNDS.

57 This division consists of funds created out of revenue and held in the Government balances on behalf of various departments for specific purposes The details are as follows .—

	Dr Rs	Cr, Rs
Reserve Fund—Railways .. .. .	.	37,48,11,497
Loans to Branch Line Companies	15,67,152	.
Reserve Fund Investment Account—Railways .. .	74,21,245	.
Depreciation Reserve Fund—Railways . . . . .	..	1,02,21,24,426
Renewals Reserve Fund—Posts and Telegraphs . . . . .	.	4,51,67,384
Renewals Reserve Fund—Northern India Salt Revenue		28,73,943
Depreciation Reserve Fund—Lighthouses and Lightships . . . . .	.	16,69,878
General Reserve Fund—Lighthouses and Lightships		51,58,693
Total	89,88 397	1,45,18,05 821

Reserve Fund—Railways	Cr.	Rs.	37,48,11,497
Loans to Branch Line Companies	Dr.	Rs.	15,67,152
Reserve Fund Investment Account—Railways	Dr.	Rs.	74,21,245
Depreciation Reserve Fund—Railways	Cr.	Rs.	1,02,21,24,426

58 *Reserve Fund—Railways* —The balance at credit of this Fund in the general books on the 31st March, 1945, was Rs. 37,48,11,497.

With the separation of Railway finances from General finances, General Revenues are entitled to receive an annual contribution from Railways The contribution is based on the capital outlay and the working results of the commercial lines and is a sum equal to one per cent. on capital outlay on commercial lines (excluding capital contributed by Companies and Indian States, etc) at the end of the financial year next but one preceding plus one-fifth of any surplus profits remaining after payment of the fixed return The interest on capital outlay and the loss in working strategic lines are deducted from the contribution so calculated in order to arrive at the amount payable from Railways to General Revenues each year The contribution is the first charge on the net receipts of Railways Any surplus remaining after this

payment to General Revenues is transferred to the Reserve Fund—Railways. Amounts may be withdrawn from the Railway Reserve to secure the payment of the annual contribution to General Revenues, to provide, if necessary, for arrears of depreciation and for writing down and writing off capital, and to strengthen the financial position of Railways in order that the services rendered to the public may be improved and rates and fares may be reduced. The Railway Reserve may also be used for temporary borrowings for the purpose of meeting expenditure for which there is no provision or insufficient provision in the revenue budget estimate, subject to the obligation to make repayment of such borrowings out of the revenue budgets of subsequent years. The amount includes Rs 17,88,47,209 being the contribution from the surplus for the year.

One case of misclassification detected during the year resulted in a short debit of Rs 54,48,000.

Loans to Branch Line Companies—This head represents advances made in previous years from Depreciation Reserve Fund to certain branch lines to meet capital expenditure. The amount was transferred to Railway Reserve Fund during 1942-43 as it was held that such loans should be granted therefrom. The balance at debit of this head was Rs 15,67,152 at the end of March, 1945.

Reserve Fund Investment Account—Railways—The balance of Rs 74,21,245 represents the amount invested from the Railway Reserve Fund in shares of branch line companies. It includes a sum of Rs 31,20,910, invested originally from the capital programme and subsequently treated as investment from the Depreciation Reserve Fund. During the year 1942-43 this was treated as investment from the Reserve Fund—Railways in pursuance of the wishes of the Public Accounts Committee. The face value of these shares was Rs 77,27,800.

Depreciation Reserve Fund—Railways—It provides generally for the cost of renewals of all assets. The amount set aside annually to cover depreciation is one-sixtieth of the total capital outlay to the end of the previous year. The Fund includes provision in respect of company-managed railways also, though the procedure of accounting followed in their case is somewhat different.

The balance at credit of the fund at the end of 1944-45 included Rs 1,08,04,903 representing the balances under the head "Renewals Reserve Fund for Permanent Way and Rolling Stock" of the Bengal Nagpur, the Madras and Southern Mahratta and the South Indian Railways, which has been transferred to this Fund on the taking over the management of the company-managed railways during the year. During 1944-45, the contribution to the fund included a sum of Rs 4 crores on account of emergency provision to cover excessive wear and tear due to war conditions.

During the period 1931-32 to 1935-36 the balance of the Fund was utilised temporarily to meet losses in the working of the Indian Railways by taking loans from this Fund. A portion of the amount so utilised was, however, repaid to the Fund from the surplus for the years 1936-37 and 1941-42. The net amount of these loans at the end of 1941-42 was Rs 22,38,24,811. This was wiped off in 1942-43, partly by payment of Rs 16,08,18,305 from the surplus of the year and partly by transfer of Rs 6,30,06,506 from the Reserve Fund—Railways.

A sum of Rs 32,26,416 representing the cost of abandoned assets which was held in the books of the Railway Board under Capital, was debited to this Fund in 1937-38.

Out of the credit balance of Rs 1,02,21,24,426 at the end of 1944-45 under this head, a sum of Rs 97,96,85,072 relates to Commercial lines and Rs 4,24,39,354 to Strategic lines.

Twelve cases of misclassifications noticed during test audit resulted in a net excess debit of Rs 61,64,085 to the Fund

Renewals Reserve Fund—Posts and Telegraphs Cr. Rs. 4,51,67,384

59 This Reserve Fund is designed to meet the cost of all replacements and abandoned assets. The annual contribution from Revenue to the Reserve Fund has been fixed at Rs 25,00,000 per annum from the 1st April, 1941 for a period of five years. The amount of contribution relating to each branch of the Department for the year 1944-45 has been arrived at by apportionment of the total amount mentioned above, in the following proportions fixed by the Finance Department—

Post Office	12 per cent	Telephone	30 per cent
Telegraphs	48 per cent	Radios	10 per cent
Total			100 per cent

A special lump sum contribution of Rs 1,00,00,000 has been made out of the revenue of the Department during the year 1944-45 in the proportion as indicated below.—

	Rs
Telegraphs	56,00,000
Telephones	40,00,000
Radios	4,00,000
Total	1,00,00,000

Another lump sum contribution of Rs 21,78,200 for 1944-45 has been made from revenue to this Fund in respect of the assets of the Telephone Districts.

The position of the accumulated Reserve in respect of each of the branches of the Department at the close of 1944-45 is shown below —

	Rs		Rs
Post Office	16,51,639	Telephone	1,55,20,800(a)
Telegraphs	2,68,21,120	Radios	11,73,825
Total		4,51,67,384	

Renewals Reserve Fund—Northern India Salt Revenue Cr. Rs. 28,72,943

60 The Depreciation Reserve Fund of the Northern India Salt Revenue Department which was instituted in 1924-25 was replaced by a "Renewals Reserve Fund" from the 1st April, 1938 with a fixed annual contribution of Rs 1,30,000. Certificate of acceptance is awaited from the Collector, Central Excises and Salt, North Western India.

Depreciation Reserve Fund—Lighthouses and Lightships Cr. Rs. 13,69,878

General Reserve Fund—Lighthouses and Lightships Cr. Rs. 51,58,693

61 The Depreciation Reserve is intended to provide for renewals and replacements of wasting assets. The acceptance certificate is awaited.

The General Reserve is built up by transferring from the income and expenditure account of the Department the surplus of the receipts over the expenditure of each year. It is charged with the amounts of deficiencies, if any, in the income and expenditure account. Capital expenditure may also be met out of this Reserve. The acceptance certificate is awaited from the Department of Commerce.

These Reserves have been deposited with the Government. The interest earned thereon is treated as income of the Department.

(a) Includes Rs. 35,08,968 in respect of Telephone Districts.

(B).—OTHER DEPOSIT

Other Deposits

62. The following are the details :—

Heads (1)	Central Revenues (2)	Baluchis- tan. (3)	Madras (4)	Bombay. (5)	Bengal (6)
	Rs	Rs.	Rs.	Rs.	Rs.
Account of Optional Deposits of Excess Profits Tax under Indian Finance Act, 1942 .	62,07,796	43,38	—49,29,209	3,96,27,489	1,19,35,523
Account of Compulsory Deposits of Excess Profits Tax under Ordinance No XVI of 1943	40,65,588	..	2,59,05,268	8,79,94,206	1,94,69,911
Account of anticipatory deposits made after provisional assess- ment of Excess Profits Tax	15,134	..	1,25,22,559	2,83,09,746	1,62,33,889
Advance payment of Tax under Section 18-A of Income Tax Act	1,13,15,370	3,611	5,45,98,569	23,67,11,295	16,74,35,471
Deposits towards payment of In- come Tax .	8,59,640	..	1,08,58,382	1,29,37,620	2,05,71,453
Deposits towards payment of Excess Profits Tax .	15,40,126	2,42,252	2,40,13,308	5,97,79,302	1,09,71,677
Deposit towards payment of Super-Tax .	..	..	..	..	15,197
Village Collective Savings Ac- counts .	..	..	1,95,374	..	..
Total ..	2,40,03,654	2,49,247	12,31,64,251	46,53,59,658	24,66,33,121

ACCOUNTS.

Cr. Rs. 99,35,85,988

United Provinces	Punjab	Bihar	Central Provinces and Berar	Assam	North- West Frontier Province	Orissa	Total
	(8)	(9)	(10)	(11)	(12)	(13)	(14)
Rs	Rs	Rs.	Rs	Rs	Rs	Rs	Rs
36,01,716	8,23,760	31,565	17,68,446	19,89,789	87,745	1,53,428	6,13,01,432
1,42,33,892	37,04,463	5,59,817	28,40,073	.	1,49,656	68,019	15,89,90,893
27,62,561	7,46,163	19,584	3,43,425	..	7,550	.	6,09,60,611
3,88,26,338	2,21,22,859	1,23,23,422	1,09,48,593	..	13,53,460	11,10,414	55,67,49,402
77,524	1,65,000	28,031	..	12,53,906	..	..	4,67,51,556
27,68,651	7,59,165	22,812	3,67,994	..	.	*	10,04,65,287
.	..	..	..	..	..	..	15,197
81,56,236	..	..	..	..		..	83,51,610
7,04,26,918	2,83,21,410	1,29,85,231	1,62,68,531	52,43,695	15,98,411	13,31,861	99,35,85,988

Account of Optional Deposits of Excess Profits Tax under Indian Finance Act, 1942

Cr. Rs. 6,13,01,432

63 The Deposits of Excess Profits Tax made by the assesseees under Section 10 of the Indian Finance Act, 1942 are recorded under this head. The deposit is repayable with interest at 2 per cent, per annum within twelve months of the date of termination of the hostilities.

Account of Compulsory Deposits of Excess Profits Tax under Ordinance No. XVI of 1943

Cr. Rs. 15,89,90,893

64 The amounts required to be deposited by the assesseees in respect of Excess Profits Tax under Ordinance No. XVI of 1943 are credited under this head. The deposit carries simple interest at 2 per cent and is repayable within twelve months of the date of termination of the hostilities or within 24 months from the date of deposit, whichever is later.

Account of Anticipatory Deposits made after provisional Assessment of Excess Profits Tax

Cr. Rs. 6,09,60,611

65 Anticipatory deposits made by the assesseees are credited under this head. These are to be adjusted against the final assessment.

Advance payment of Income Tax under Section 18-A of Income Tax Act

Cr. Rs. 55,67,49,402

66 The amounts required to be deposited in advance by the assesseees under Section 18-A of Income Tax Act, 1922 are credited under this head.

Deposits towards payment of Income Tax Cr. Rs. 4,67,51,553

Deposits towards payment of Excess Profits Tax Cr. Rs. 10,04,65,287

Deposits towards payment of Super Tax Cr. Rs. 15,197

67 The amounts deposited in advance by the assesseees towards payment of Income Tax, Excess Profits Tax and Super Tax are credited under these heads. These are to be adjusted by the departmental officers against the assessment made for the respective taxes. Interest is payable at 2 per cent per annum but no interest will be allowed on amounts which are not utilised for tax payment nor on deposits which run for less than three months.

Village Collection Savings Accounts Cr. Rs. 83,51,610

68 This head has been opened to record the amounts deposited with the Central Government on account of collections of subscriptions towards the defence savings drive.

PART II—DEPOSITS NOT BEARING INTEREST.

69. This part consists of three main divisions, namely —

Divisions (1)	India		England	
	Dr	Cr	Dr	Cr.
	(2)	(3)	(4)	(5)
	Rs	Rs	£	£
(A)—Sinking Funds		17,61,82,092		
(B)—Reserve Funds	14,938	11,27,37,197	7,499,945	7,500,000
(C)—Other Deposit Accounts	5,67,675	1,77,40,38,080		
Total	(a) 5,82,613	2,06,29,57,369	(a) 7,499,945	7,500,000

(a) Represents Investment in Government Securities. Out of Rs. 5,82,613 a sum of Rs. 5,66,315 pertains to Local Funds, etc., and as such, it has been excluded from investments of Government. [See footnotes (a) and (b) below paragraph 87.] For details see paragraphs 71 and 72 and foot notes below paragraph 87.

(A) SINKING FUNDS

Sinking Fund for Central Loans

Cr. Rs. 17,61,82,092

70 The credit balance under this head represents the provision made against depreciation of the market price of the 5 per cent Loan, 1945-55. The money accumulating in this Fund is available for purchasing the securities of this loan in the open market when their market value falls below the issue price and thus secures the two objects of stabilising the market and reducing Government liabilities at a comparatively low cost to Government. The total balance in the Fund including interest on previous investments amounted to Rs 17,61,82,092 the whole of which remained uninvested at the end of 1944-45.

(B) RESERVE FUNDS.

71 The details are —

Name of Funds (1)	India		England	
	Dr	Cr	Dr	Cr.
	(2)	(3)	(4)	(5)
	Rs	Rs	£	£
Silver Redemption Reserve				7,500,000
Silver Redemption Reserve Investment Account			7,499,945	
Defence Reserve Fund		1,05,00,005		
Equalisation Fund—Defence Services		1,38,06,432		
Post Office Certificates Bonus Fund		1,11,04,643		
Central Road Fund		3,32,94,302		
Sugar Excise Fund		7,16,224		
Sugar (Temporary Excise) Fund		1,97,85,436		
Fund for the relief of ground nut cultivators		4,71,998		
Civil Aviation Fund		3,39,834		
Panth Piploda Reserve Fund		15,709		
Panth Piploda Reserve Fund Investment Account	14,938			
Cotton Textile Fund		31,25,873		
Coal Production Fund		13,46,668		
Coal Mines Labour Welfare Fund		—1,30,585		
Fund for the Economic Development and Improvement of Rural Areas		3,69,528		
Fund for the Development of Civil Aviation		37,29,363		
Fund for the Development of Broadcasting		12,54,345		
Fund for Special Frontier Expenditure including Development		90,04,996		
Fund for the benefit of cotton growers				
Depreciation Reserve Fund—Government Presses		14,14,536		
Renewals Reserve Fund—				
Defence Services		13,88,890		
Fund for payment of bonus to temporary clerical personnel under the Scheme of unified scales of pay		12,00,000		
Total	14,938	11,27,57,197	7,499,945	7,500,000

Silver Redemption Reserve	Cr.	£	7,500,000
Silver Redemption Reserve Investment Account	Dr.	£	7,499,945

72. The primary object of the Silver Redemption Reserve is to provide sterling assets for transfer to the Issue Department of the Reserve Bank of India against delivery by the Bank of rupee coin, in accordance with the proviso to Section 36 (1) of the Reserve Bank of India Act. Except for some small amount of cash, the entire balance of the Reserve is invested in Sterling Securities. The Reserve including the invested portion is in the custody of the Secretary of State.

The intention is to maintain this Reserve at a market value of Rs 10 crores. It may be increased by receipts from any of the following sources, namely —

- proceeds of sales of silver from the Surplus Silver Stock
- payments from the Bank under Sections 36 (2) and 36 (3) of the Act,
- profits from any casual sales of gold by the Bank accruing to Government as part of its share of the profits of the Bank, and
- capital appreciation of the securities

The Reserve is liable to diminution from two causes, namely —

- transfer of assets to the Bank under the proviso to Section 36 (1) of the Act to meet sterling liabilities in respect of return of coin, and
- capital depreciation of securities

Receipts from the first source are regarded as available for replenishment of the Reserve only to the extent of any deficiency caused by previous payments to the Bank, any excess in the corpus of the Reserve over Rs 10 crores being credited to the head "Purchases and Sales of Silver". As a matter of accounting machinery and in order to avoid the record of silver sales under two different heads, all such sales are recorded in the first under the head "Purchases and Sales of Silver", any amount appropriated to the Silver Redemption Reserve being credited to the Reserve. Capital depreciation constitutes the first charge on the interest realised from the Securities held in the Reserve, and only the net amount of interest in any year, after making good any depreciation suffered during that year, is creditable to Revenue. If in any year, there is a net appreciation in investments belonging to the Reserve, the amount of such appreciation together with all the interest receipt of that year is creditable to Revenue.

The balance on the 31st March, 1945 was made up as follows :—

		Nominal amount £	Market value £
Investments —			
British Government	3 per cent National Defence Loan, 1951-58	1,260,000	..
Do	3 per cent War Loan, 1955-59	1,640,000	..
Do	2½ per cent Funding Loan, 1952-57	1,379,100	.
Do	2½ per cent National Defence Bonds, redeemable 1944-48 by drawings	1,591,700	.
Do.	2½ per cent National War Bonds, 1951-53	750,000	
Do.	2½ per cent National War Bonds, 1952-54	750,000	
Total		7,370,800	7,499,945
Add—Uninvested (included in General Cash Balance) ..			55
Total		7,370,800	7,500,000

The securities are lodged at the Bank of England, by which the amounts of the holdings have been verified

Defence Reserve Fund	Cr. Rs.	1,05,00,005
Equalisation Fund—Defence Services	Cr. Rs.	1,38,06,432

73 All operations on these Funds and the Renewals Reserve Fund, Defence Services (see paragraph 86) have been suspended from 1st April, 1939 for the duration of the war in consequence of the financial arrangements reached between His Majesty's Government and the Central Government in respect of Defence Services

Post Office Certificate Bonus Fund	Cr. Rs.	1,11,04,643
---	----------------	--------------------

74 This is composed of the following —

	Cr Rs
Post Office Cash Certificate Bonus Fund	78,93,272
Post Office Defence Savings Certificate Bonus Fund	32,11,371
Total	1,11,04,643

Post Office Cash Certificate Bonus Fund—This fund came into existence in 1930-31 to provide for accruing liability in respect of bonus on Post Office Cash Certificates, which under the system of accounting now in force is not shown under Section "O—Unfunded Debt". The fund was built up by providing in the Revenue Budget under the head "22—Interest on Debt and other Obligations—Bonus on Post Office Cash Certificates" an amount sufficient to cover the calculated liability on account of bonus accruing during the year, the excess of the provision over the actual payment during the year being transferred to this fund by debit to revenue. When the actual payment during a year exceeds the provision in the budget for that year, the deficit is met by transferring the amount from the fund, that is, by debit to the fund and credit to revenue as reduction of charge under the service head mentioned above.

The estimated accrued liability on account of Bonus on Cash Certificates remaining undischarged on the 31st March, 1945 amounted roughly to Rs 4,17,54,082.

Post Office Defence Savings Certificate Bonus Fund—This fund has been created in the year 1942-43 on the lines of the Post Office Cash Certificate Bonus Fund. The estimated accrued liability on account of Bonus on Defence Savings Certificates at the close of the year 1944-45 amounted roughly to Rs 30,52,341.

Central Road Fund	Cr. Rs.	3,32,94,302
--------------------------	----------------	--------------------

75 The head has been introduced for the adjustment of the additional revenue derived from the enhanced duties on motor spirit as a result of the recommendation of the Indian Road Development Committee. From the money accumulating under this head grants have been made to Provincial Governments and others for expenditure on any of the following objects, namely —

(i) on the construction of new roads and bridges of any sort,

(ii) on the reconstruction or substantial improvement of existing roads and bridges;

(iii) on the interest and amortisation of loans taken after the 21st April, 1934 but approved or sanctioned before the 5th March, 1937 and spent on the construction, reconstruction or substantial improvement of roads and bridges;

(iv) in special cases, on the maintenance of roads and bridges, constructed, reconstructed or substantially improved from the Road Account since 1930;

(v) in special cases, on the maintenance of roads and bridges constructed, reconstructed or substantially improved from loans approved or sanctioned by the Governor-General in Council after the 21st April, 1934 and

(vi) to meet charges including the cost of establishment connected with the control of motor transport and with the preparation of schemes of Road Development, or with the administration of provincial Boards of Communications

This deposit head has also been debited with the cost of administering the Central Road Fund and the expenditure upon schemes for such research and intelligence and upon such special enquiries connected with roads and upon special grants-in-aid for such objects connected with roads as the Governor-General in Council has approved, these charges being met out of the portion constituting the reserve at the disposal of the Central Government. The amount at credit of this head on the 31st March, 1945, represents the undischarged balance of the Central Road Fund held in deposit

Sugar Excise Fund

Cr. Rs. 7,16,224

76 An amount equivalent to one anna of excise duty per hundred-weight of sugar was originally set aside for the purpose of assisting the cultivators of sugarcane in securing fair prices for their cane. The funds were to be distributed only upon the submission of approved schemes by the Provincial Governments. With effect from 1st April, 1939 it has been decided that the first call upon this fund should be the requirements of the Imperial Institute of Sugar Technology, Cawnpore. Next, money is found for properly co-ordinated schemes of sugar research and cognate activities conducted by the Imperial Council of Agricultural Research. The balance is available for grants to Provincial Governments on schemes ancillary to the Imperial Council of Agricultural Research schemes designed to test the results of those schemes in particular areas. The amount set apart from the excise duty on sugar and the receipts of the Imperial Institute of Sugar Technology are credited to the Fund and the amount of disbursements on account of grants to Provincial Governments and other authorised expenditure is debited to it.

With the formation of a Central Sugarcane Committee which has started functioning from December, 1944, the Central Government have decided to finance the Committee by making an outright payment to it out of the excise duty on white sugar produced in India. The committee will meet all the liabilities of the Fund and take over all its assets. The Fund has been abolished with effect from the year 1945-46.

Sugar (Temporary Excise) Fund

Cr. Rs. 1,97,85,436

77 The head has been opened in the accounts for 1943-44 to record the collections on account of duty realised under the sugar (Temporary Excise Duty) Ordinance, 1943.

Fund for the Relief of Groundnut Cultivators

Cr. Rs. 4,71,998

78 This fund was created during the year 1941-42 for the relief of groundnut cultivators. This fund receives credits on account of amounts passed on by His Majesty's Government representing rebates from shippers of groundnuts, equal to the difference between the buying price of His Majesty's Government and the current market price of groundnuts purchased in the Indian market. The fund is controlled by the Government of India in the Commerce Department and utilised for the benefit of general body of groundnut cultivators.

Civil Aviation Fund

Cr. Rs. 3,39,834

79 This amount equivalent to the additional duty on petrol consumed for aviation purposes is transferred as a block grant to this fund by debit to the head "44-Aviation—Appropriation to Civil Aviation Fund". The actual expenditure met from this Fund on account of grants-in-aid to flying clubs, and on the training of

pilots, etc., is initially brought to account under "Special grants-in-aid from the additional tax on petrol consumed for aviation purposes" subordinate to the major head "44-Aviation", and is ultimately transferred to this fund by book adjustment at the end of the year

Panth Piproda Reserve Fund	Cr. Rs.	15,709
Panth Piproda Reserve Fund Investment Account	Dr. Rs.	14,938

80 *Panth Piproda Reserve Fund*—This Fund was opened in 1939-40 to record the balance of annual contributions for supervision charges recovered from the Thakurs of Panth Piproda in excess of actual requirements. A portion of the Fund was invested in Government Securities and Postal Cash Certificates. The debit balance in the Investment Account represents the cost price of these investments. Interest realised on the investment is credited to the fund.

Cotton Textile Fund	Cr. Rs.	31,25,873
----------------------------	----------------	------------------

81 This Fund was created out of the customs duty levied on all cloth and yarn manufactured in India and exported from British India under Ordinance No XXXIV of 1944 with the object of supervising exports of cotton cloth and yarn and development of technical education, research, etc., in relation to the Cotton Textile Industry. The proceeds of duty are initially credited under "1-Customs" in the books of maritime Accounts Offices and Accountant General Central Revenues (in respect of land customs deposited in Quetta treasury) and the net amount after deduction of refund and expenses of collection is transferred monthly to the Fund under "Section P-Deposits and Advances—Deposits not bearing interest—Reserve Fund" by debit to the minor head "Transfer to Cotton Textile Fund" under the major head "43—Industries". Expenditure from the Fund is adjusted directly against it.

Coal Production Fund	Cr. Rs.	13,46,668
-----------------------------	----------------	------------------

82. The Fund was created under the ordinance No XXIX of 1944 for financing the activities for the improvement of production and distribution of coal and coke. An excise duty of Rs 1/4/- per ton levied on all coke and coal despatched from collieries by rail in British India, was credited to the Fund.

Fund for the Economic Development and Improvement of Rural Areas	Cr. Rs.	3,69,528
---	----------------	-----------------

Fund for the Development of Civil Aviation	Cr. Rs.	37,28,363
---	----------------	------------------

Fund for the Development of Broadcasting	Cr. Rs.	12,54,345
---	----------------	------------------

Fund for Special Frontier Expenditure including Development	Cr. Rs.	90,04,996
--	----------------	------------------

83 These Funds were created out of the revenue surplus which accrued to the Central Government at the close of the years 1934-35 and 1935-36 in order to finance certain measures of public utility.

Fund for the Economic Development and Improvement of Rural Areas—The amount at credit of this Fund is intended for distribution to the Provinces and centrally administered areas for expenditure on schemes for the amelioration of the condition of the cultivators and rural classes.

Fund for the Development of Civil Aviation.—This is intended for the development and organisation of air routes in India.

Fund for the Development of Broadcasting—It provides a reserve for constructing a large transmitting station in Delhi and ultimately a similar new station at Madras, for improving and extending the existing stations at Calcutta and Bombay and provision of transmitters and receiving centres at other stations in India.

Fund for Special Frontier Expenditure including Development—This is intended for the construction of roads in tribal areas in the North-West Frontier Province.

and for various schemes of economic development in those areas.

Fund for the benefit of cotton growers

84 This fund was created during the year 1941-42 out of the additional import duty imposed on raw cotton by Ordinance No VIII of 1942 Expenditure from the fund will be on account of cost of purchases of cotton and for other measures undertaken by the Central Government for the benefit of cotton growers in India As there was a debit balance under the head at the end of 1944-45, an advance was made to make good the deficiency by debit to a Suspense head, the balance at the close of the year was, therefore, nil

Depreciation Reserve Fund—Government Presses Cr. Rs. 14,14,536

85 This reserve fund is credited with depreciation calculated on the depreciated value of the plant, machinery and furniture in use in Government of India Presses as also with the residual book value of plant, machinery and furniture disposed of during the year Appropriations from the Reserve are made to meet the cost of replacement of plant, machinery, etc Acceptances of balances are awaited in two cases

Renewals Reserve Fund—Defence Services .. Cr. Rs. 13,88,890.

86 The details of this account are as follows :—

Military Accounts Officers on whose books the balances are borne (1)	Name of the Fund				Total (6)
	Army Ordnance and Clothing Factories (2)	Dairy Farms (3)	Grass Farms (4)	Medical Store Depots and Work-Shops (5)	
	Rs	Rs	Rs	Rs	Rs
North Western Army, Rawalpindi		35,302	1,09,912		1,45,214
Military Accounts and Pensions, Lahore		50,737	85,664	528	1,36,929
Southern Army, Poona		1,92,107	26,990	49,472	2,68,569
Central Command, Meerut		99,147	—280		98,867
Army Factory Accounts, Calcutta	7,39,311				7,39,311
Total	7,39,311	3,77,293	2,22,286	50,000	13,88,890

These reserves were established with the approval of the Secretary of State with the object of setting aside a certain sum annually to cover the wastage of capital assets such as plant, buildings and live and dead stock, in use in the quasi-commercial undertakings of the Army, and so to maintain their efficiency.

As stated in paragraph 73, all operations on these funds have been suspended from 1st April, 1939 for the duration of war in consequence of the financial arrangement reached between His Majesty's Government and the Central Government.

(C) —OTHER DEPOSIT ACCOUNTS.

87. This account is sub-divided into the following heads :—

	Dr Rs	Cr Rs
Deposits of Local Funds		
Deposits of Branch Line Companies	(a) 566,345	89,05,653
Departmental and Judicial Deposits—		70,847
Civil Deposits		
Other Deposits	(b) 1,330	37,35,36,712
Other Accounts		30,90,70,577
Transactions connected with the War, 1939		76,96,71,010
		31,27,83,281
Total	5,67,675	1,77,40,38,080

(a) Represents investment in securities out of the balance under " Depreciation Reserve Fund, Vizagapatam Port " in Madras vide paragraph 88

(b) Represents investment in the Post Office Savings Bank out of the balance under " Public Works Deposits " in the Punjab vide paragraph 98.

Deposits of Local Funds

Cr. Rs. 89,05,653

88 The details are:—

Funds	Central Revenues	Baluchis- tan.	Madras	Bombay	Bengal	United Provin- ces	Punjab	Bihar	Central Provin- ces and Berar	Assam	North West Frontier Province	Coorg	Total
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	Rs	Rs.	Rs	Rs.	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
District Funds	1,35,431												1,67,434
Municipal Funds	78,120	3,50,553		2,55,705	55,032	1,75,018	88,442		43,400		73,726	32,003	4,48,249
Cantonment Funds	1,61,955		—55,878										7,97,460
Town and Bazar Funds	14,321	3,09,545					0,648			72,574	51,348		4,94,436
Port and Marine Funds			27,83,591		19,526								28,03,117
Depreciation Reserve Fund, Vizaga- patam Port													5,08,145
Education Funds	425		(a) 5,08,145										425
Medical and Charit- able Funds	58,083							2,14,411					2,72,494
Other Miscellaneous Funds	29,11,364			2,75,007	1,59,858							7,604	33,53,893
Total	33,59,699	7,20,098	32,95,878	5,30,832	2,34,416	1,75,018	95,000	2,14,411	43,400	72,574	1,03,074	59,183	89,05,653

(a) This represents gross balance out of which a sum of Rs 5,08,145 has been invested in securities vide note against "Depreciation Reserve Fund, Vizagapatam Port" under paragraph 89 below

89 These are cash balances in the current accounts of local funds and other local authorities which are permitted to use the Government treasuries as their banks. Each fund has an administrator, either a public officer or a committee, and the verification consists, firstly, in reconciling the figures as between the broadsheets which are posted from the treasury *plus* and *minus* memoranda and the ledger and, secondly, in ascertaining how far the administrator accepts the balance standing at his credit on the Government books.

Districts Funds —Acceptance certificates are awaited in Central Revenues

Municipal Funds —Acceptance certificates are awaited in Baluchistan.

Cantonment Funds —Acceptance certificates are awaited in Central Revenues and in one case in Bombay and two cases in the United Provinces.

Town and Bazar Funds —Acceptance certificates are awaited in Baluchistan.

Port and Marine Funds —The balances have been verified . . .

Depreciation Reserve Fund, Vizagapatam Port —The balance under this fund is the gross balance, out of which Rs. 5,66,345 has been invested in securities

Education Funds and Medical and Charitable Funds —The balances have been verified

Other Miscellaneous Funds —Acceptances of balances are awaited in Central Revenues

Deposits of Branch Line Companies Cr. Rs. 70,847

90 The balance under this head is the net amount of the deposits with the Government made by branch line companies for capital expenditure on their lines

The details are —

Railways	Cr Rs	Railways	Cr Rs
Ahmedabad Parantij	466	Pachora Jamner	12,741
Baripada Talband	2,711	Sialkot-Narawal	3,175
Central Provinces and Pulgaon Arvi	2,320	Mymensingh Bhairbazar	3,673
Saia Sirajgunj	1,186	Peraloam Karikkal	1,985
Cooch Behar	4,964	Mandra Bhauni	3,538
Cochin Harbour	2,378	Quilon Trivandrum	23,578
Jammu Kashmir	—1,355	Pondicherry	667
		Khulna Bagerhat	8,820
		Total	70,847

The above balance (*viz*, Rs 70,847) agrees with that shown in the books of the Companies except on the North Western Railway.

Civil Deposits

91 The transactions brought to account under this head relate mainly to behalf of members
The following

Heads (1)	Central Revenues (2)	Supply Accounts, (Civil) (3)	Food Accounts (4)	Ameri- can Pur- chase (5)	Baluchi- stan (6)	Madras (7)	Bombay (8)	Bengal (9)	United Provinces (10)
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	(Rs	Rs
Revenue Depo sits	19,44,793				1,57,653	22,19,635	23,30,903	46,58,447	2,49,212
Civil and Crimi- nal Courts De- posits	3,11,497	439			1,80,075	2,03,262			
Personal Depo sits	13,03,001				6,76,844	73,89,212	2,33,29,433	16,11,23,368	11,96,513
Political Agents' Deposits									
Shipping Masters Deposits						3,047	5,04,144	9,768	
Public Works De- posits	2,56,75,925				43,308	6,271	1,20,640 —151	100	33,97,325
Forest Deposits		2,33,81,166							
Supply Depart- ment Deposits			16,41,169						
Food Depart- ment Deposits				4					
Steel Deposits									
Trust Interest Funds	5,162					2,899	28,213	870	(—)34
Deposits of the Ten Cess Fund						69,189	93,657	1,73,790	
Deposits of the Lac Cess Fund							—751	18,919	
Deposits of the Cotton Cess Fund						115	13,360	2,684	
Deposits of Coffee Cess Fund						7,328	16,626	4	
Indian Research Fund	3,18,223					294			
Unclaimed Pro- vident Fund Deposits	4,889	184				6,300	4,717	15,328	
Deposit Account of railway fre- ight for Kha- ragoda Salt							—38,095		
Deposits on ac- count of Police Fund	—76,920								
Deposits of fees received by Government servants for work done for private bodies	16,199	260			269	7,019	750	10,252	8,058
Deposit Account of Passage mo- ney of Haj pilgrim	1,39,344								
Deposits on ac- count of mo- neys received on account of the King Em- peror's Anti Tuberculosis Fund							15		
Deposits of the surplus estates of deceased officers, deser- ters and others of the Indian Army	16,10,249								
Security Depo- sits from Film exhibitors							5,706		
Coorg Soldiers' Benevolent Fund									
Advance towards Income-tax									
Village Collec- tive Saving account	—29,449								

(a) It represents gross balance out of which Rs. 1,310 has been

.. .. . Cr. Rs. 37,35,36,712

sums deposited with Government in the daily course of public business by or on
of the public
are the details —

Punjab (11)	Bihar (12)	Central Provinces and Berar (13)	Assam (14)	North- West Frontier Province (15)	Orissa (16)	Sind (17)	Coorg (18)	Total (19)
Rs	Rs	Rs	Rs	Rs	Rs.	Rs	Rs	Rs
2,11,585	2,50,232	1,54,699	77,244	1,06,200	—30	9,02,879	1,32,267	1,35,45,710
							26,678	7,21,951
6,03,183	—2,01,808	1,91,504	2,04,77,737	11,89,996	4,034	48,25,221	2,686	23,11,15,834
				17,530				17,530
(a) 16,615		5,76,088		18		4,338		5,91,297
							26,051	2,98,62,323
								—133
								2,33,81,166
								16,41,169
								4
5,389	17	12,049	.		.		701	55,257
						24,755		3,61,391
								18,168
209		301	.			1,931		18,600
			.					23,058
								3,18,517
		169	19	445				32,051
					.			—38,095
					.			—76,92
					.		..	42,807
								1,39,344
8,903								8,918
								16 19,240
								3,766
							18,058	18,058
					..		17,120	17,120
		..		..	..	..	..	—29,440

Invested in Post Office Savings Bank

Heads (1)	Central Revenues (2)	Supply Accounts, (Civil) (3)	Food Accounts (4)	Ameri- can Pur- chase (5)	Baluchis- tan (6)	Madras (7)	Bombay (8)	Bengal (9)	United Provinces (10)
Repatriation De- posits	Rs 16,382	Rs	Rs	Rs	Rs	Rs	Rs	Rs	
Deposits on ac- count of reve- nue collected on behalf of H H the Khan of Kalat					33,170				
Deposits of mo- ney received for H E the Viceroy's War Purposes Fund	74,115						69,874	14,314	..
Deposits on ac- count of mo- ney received for Indian Red Cross Society and St John Ambulance As- sociation						90,896	32,011	7,819	
Deposits for work done for In- dian States, public bodies, or private in- dividuals									
Deposits of De- fence Loans	92,98,832					3,08,80,108	9,82,128	5,85,380	1,12,75,471
Deposits on ac- count of Police clothing and equipment Funds					39,616			.	.
Deposits on ac- count of mo- ney received for St Duns- tan's Hospital for blinded sol- diers, sailors and airmen							386	3	
Companies Liqui- dation Ac- counts	30,968					1,98,908	3,41,886	10,33,762	2,094
Provident Socie- ties Liquida- tion Account	12,759						55	15	
Deposits obtain- ed for lease/ lend Stores				9,89,591					
Deposits obtain- ed on non- lease/lend (im- ported) Stores				16,18,940					
Deposits for who- lly lease/lend Stock				3,097					
Deposits against dollar pay- ments made by the British Purchasing Commission, America				1,02,985					
Deposits on ac- count of un- disbursed pay of Govt ser- vants falling into enemy hands								152	
Deposits in con- nection with the purchase of Egyptian Cotton		9,01,169							
Undisbursed am- ount of the pay of Civil Pioneer Force									
Total	4,06,64,960	2,42,86,518	16,41,169	27,14,626	11,30,935	4,10,93,573	2,78,35,507	16,76,54,975	1,61,28,639

Deposit.—concl'd.

Punjab (11)	Blhar (12)	Central Provinces and Berar (13)	Assam (14)	North- West Frontier Province (15)	Orissa (16)	Sind (17)	Coorg (18)	Total (19)
Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
						504		16,886
								33,170
48,129	17,918	29,173	20,038	49		19,507	17,832	3,10,949
30,873	7,725	—20,935					37	1,48,426
							1,569	1,569
20,16,327	44,67,029	24,51,111	14,93,744	45,161	3,75,418	9,538		6,38,80,337
								39,616
100							3,434	3,923
31,214				31		4,53,348		21,01,211
								12,829
								9,89,591
								16,18,949
								3,097
								1,02,985
								152
								9,04,409
26,974								26,974
80,04,501	45,41,023	33,94,150	3,10,68,782	14,19,439	3,79,422	63,32,02	2,46,403	37,35,36 712

92 Revenue, Civil and Criminal Courts' Deposits are not kept distinct in the North West Frontier Province, where the whole of the civil work (Revenue, Judicial and Criminal) is in charge of the same Deputy Commissioner. A similar arrangement is also in vogue in some of the districts in the Punjab.

There are two entirely different systems of deposit accounts. The first may be called the detailed plan, in which every receipt is treated as a separate item and every payment charged against some particular receipt. The second is the ledger plan, that is, a running account is kept of receipts and payments on some particular account (an estate, an institution, etc.). For every Ledger Account there is an "Administrator", the person authorised to pay money into the treasury or draw it out. Deposits kept on the latter plan are termed Personal Deposits.

The verification of the balance on the first plan is as follows:—

The receipts and payments, which are recorded in detail in deposit registers, are posted monthly by totals into a proof sheet which provides columns for recording the repayments of deposits credited in the same year and in each of the three preceding years. At the end of the year, balances are struck upon the proof sheet separately for the different districts for each of the four years. The balance of the first year is usually written off the deposits account, as all balances unclaimed for more than three complete account years are ordinarily credited to Government. The aggregate balance on the proof sheet is then agreed with the balance on the general books of the class of deposits concerned and finally, reconciled with the *plus* and *minus* memoranda received from treasuries or, where necessary, with the accounts received from Civil and Criminal Courts. The verification of the ledger form of deposit account consists mainly in agreeing the balance with that claimed by the administrator.

Revenue Deposits Cr. Rs. 1,35,45,719

93 These are mainly deposits made in Revenue Courts or in connection with the revenue administration. They also include earnest money deposits made by intending tenderers for contracts, etc., in the Civil Departments. Deposits on account of Civil and Criminal Courts in the North-West Frontier Province are also included under this head.

The discrepancies between the ledger and broadsheet balances have been settled except Rs 128 in Central Revenues, Rs 6,32,686 in Madras, Rs 3,37,054 in Bengal, Rs 60,507 in United Provinces, Rs 33 in the Punjab and Rs 25,090 in Bihar.

Civil and Criminal Courts' Deposits Cr. Rs. 7,21,951

94 The ledger balance has been verified in accordance with the prescribed rules. The differences between the ledger and broadsheet balances have been settled except Rs 37 in Central Revenues and Rs 753 in Madras.

Personal Deposits Cr. Rs. 23,11,15,834

95 The transactions recorded under this head are of the nature of a banking deposit account. It has been certified that (i) personal ledger accounts were properly operated upon and none of them was overdrawn and (ii) that no such account was opened during the year except with the sanction of the competent authority. Certificates of acceptance of balances are awaited in six cases in Central Revenues, eight in Baluchistan, thirty-seven in Bombay, fourteen in the United Provinces, fifteen in Madras, thirty one in Bengal, twenty-one in the Punjab, ten in North-West Frontier Province and two hundred and one in Assam. The amounts of certificates are also under reconciliation in two cases in Madras. The discrepancies between the ledger and the proof sheet balances have been settled except Rs 441 in Central Revenues, Rs 17,38,332 in Baluchistan, Rs 93,836 in Madras, Rs 4,19,273 in Bengal, Rs 1,24,707 in the United Provinces, Rs. 5,932 in the Punjab, Rs 4,37,312 in Bihar and Rs 5,265 in Central Provinces.

Political Agents, Deposits	Cr. Rs.	17,539
-----------------------------------	-------	----------------	---------------

96 This deposit head is intended for the record of receipts coming into the hands of the Political Agents and Deputy Commissioners in the North-West Frontier Province administering tribal areas for disbursement to tribes, which prior to the abolition of certain irregular funds were kept out of Government accounts

Shipping Masters' Deposits	Cr. Rs.	5,21,297
-----------------------------------	-------	----------------	-----------------

97 The deposits of unpaid wages of discharged seamen, wages and effects of deceased seamen, and unclaimed wages and deposits of seamen not deceased are recorded under this head The balance in Bombay is under verification

Public Works Deposits	Cr. Rs.	2,98,62,323
------------------------------	-------	----------------	--------------------

98 The cash deposits from subordinates and contractors as security, deposits for works to be done for private persons and public bodies, sums due to contractors on closed accounts and unclassified items of miscellaneous receipts awaiting clearance are adjusted under this head The amount represents the gross balance out of which a sum of Rs 1,330 in the Punjab has been invested in the Post Office Savings Bank

The difference of Rs 11,756 between the ledger and the broad sheet balances in the Punjab is under reconciliation

Forest Deposits	Cr. Rs.	—133
------------------------	-------	----------------	-------------

99 The debit balance under Bombay represents amounts held in deposits by the Forest Officers in the Dangs area in Bombay and is under reconciliation The balance under North-West Frontier Province has been cleared in the accounts for 1945-46

Supply Department Deposits	Cr. Rs.	2,33,81,166
-----------------------------------	-------	----------------	--------------------

100 The balance represents the amount deposited by private indentors for purchase of stores under Lease/Lend arrangements The difference of Rs 1,71,93,385 between the ledger and the broadsheet balances is under settlement

Food Department Deposits	Cr. Rs.	16,41,169
---------------------------------	-------	----------------	------------------

101 It represents (i) amounts deposited by contractors as security deposit (ii) residual balance of the deposit made by the Ceylon Government for the purchase of foodgrains and (iii) share of surcharge levied on food grains which is payable to agents

Steel Deposits	Cr. Rs.	4
-----------------------	-------	----------------	----------

102 The balance represents amount deposited in advance by indentors in respect of steel purchased in the United States of America

Trust Interest Funds	Cr. Rs.	55,257
-----------------------------	-------	----------------	---------------

103 The balance under this head represents mainly the amount of the interest payment orders issued in connection with the payment of interest on Government securities held in trust remaining unpaid on 31st March, 1945 The differences between the ledger and broadsheet balances amounting to Rs 178 in Central Revenues, Rs. 25 in Madras and Rs 35 in Coorg are under settlement

Deposits of the Tea Cess Fund	Cr. Rs.	3,61,391
--------------------------------------	-------	----------------	-----------------

104 The customs duty levied and collected on all tea produced in India and exported from any customs port to any port beyond the limits of British India under the Indian Tea Cess Act (IX of 1903) and payments made to the Indian Tea Market Expansion Board on that account are recorded under this head

Deposits of the Lac Cess Fund	Cr. Rs.	18,168
--------------------------------------	-------	----------------	---------------

105 This head embraces receipts on account of customs duty levied under the Indian Lac Cess Act (XIV of 1921) and payments thereof to the Indian Lac Association for research The debit balance under Bombay will be adjusted against recoveries during 1945-46.

Deposits of the Cotton Cess Fund **Cr. Rs.** **18,600**

106 Under this head are recorded the receipts in respect of cess levied and collected on all cotton produced in India and either exported from any customs port to any port outside British India or consumed by any mill in British India under the Indian Cotton Cess Act (XIV of 1923) and payments thereof to the Cotton Cess Committee. A difference of Rs. 112 between the ledger and proof sheet balances in Madras is under settlement.

Deposits of the Coffee Cess Fund **Cr. Rs.** **23,958**

107 The cess collected under the Indian Coffee Cess Act (XIV of 1935) on all coffee produced in India and taken by sea or land to any place beyond the limits of British India for the promotion of the cultivation, manufacture and sale of Indian coffee and payment thereof to the Coffee Cess Committee are recorded under this head.

Indian Research Fund . **Cr. Rs.** **3,18,517**

108 This head is intended to record the transactions of the Indian Research Fund Association. Under Central Revenues the amount includes the balances under the sub-heads *viz*, (i) Indian Research Fund Association (Rs. 2,57,249) and (ii) Indian Research Fund Association Contributory Provident Fund (Rs. 60,974). Acceptance certificates are awaited. A difference of Rs. 194 between the ledger and broadsheet balances is under settlement.

Unclaimed Provident Fund Deposits . **Cr. Rs.** **32,051**

109 The balance represents the amounts in the General, Contributory and Defence Savings Provident Funds remaining unclaimed for a period exceeding six months after they become payable under the rules. These unclaimed amounts are transferred to this head at the end of each year.

Deposits Account of Railway Freight for Kharagoda Salt **Cr. Rs.** **—38,095**

110 The money received from contractors in respect of removal of salt from Kharagoda is credited to this head and the debits raised by the Railways on account of freight charges are met from these credits.

Deposits on account of Police Fund **Cr. Rs.** **—76,920d**

111 Acceptances of balances are awaited. Under Central Revenues, the debit balance is due to expenditure having been incurred in excess of allotment, which is being regularised in 1946-47.

Deposits of fees received by Government Servants for work done for private bodies

Cr. Rs. **42,807**

112 Fees received by Government servants for work done for private bodies of which a share is payable to the Government servants concerned are credited to this head in the first instance and subsequently adjusted.

Deposits on account of moneys received on account of

the King Emperor's Anti-Tuberculosis Fund .. **Cr. Rs.** **8,918**

113 This deposit head accommodates receipts at treasuries on account of the King Emperor's Anti-Tuberculosis Fund pending remittance to the authorities concerned.

Deposits of surplus estates of deceased officers, deserters and others of the Indian Army . **Cr. Rs.**

16,10,249

114 The balance agrees with that in the separate register maintained for the purpose.

Repatriation Deposits **Cr. Rs.** **16,886**

115 This is a temporary minor head opened to accommodate deposits from the British Indians residing in Iraq.

Deposits on account of revenue collected on behalf of

H. H. the Khan of Kalat	Cr. Rs.	33,170
--------------------------------	----------------	---------------

116 The balance has been verified Certificate of acceptance is awaited

Deposits of money received for His Excellency the

Viceroy's War Purposes Fund	Cr. Rs.	3,10,949
------------------------------------	----------------	-----------------

117. The contributions to the Viceroy's War Purposes fund are credited to this head pending remittance to the administrator of the fund The discrepancies of Rs. 87 in the Punjab and Rs. 1,215 in Bihar are under settlement

Certificates of acceptance of balances are awaited in nine cases in Bihar

Deposits on account of money received for Indian Red

Cross Society and St. John Ambulance Association	Cr. Rs.	1,48,426
---	----------------	-----------------

118. The accounts mentioned in this paragraph and in paragraph 117 were opened for the reception of contributions towards these Funds at places where there are no branches of the Imperial Bank of India The discrepancy of Rs 121 in Bihar between the ledger and proofsheets balances is under settlement Certificate of acceptance of balances is awaited in six cases in Bihar

Deposits for work done for Indian States, public bodies

or private individuals	Cr. Rs.	1,569
-------------------------------	----------------	--------------

119 The sums received in advance from Municipalities or other bodies financially independent of Government for payment of compensation for land acquired for them as well as amounts deposited by Indian States for survey work to be done by Government officers in the States are credited under this sub-head

Deposits of Defence Loans	Cr. Rs.	6,38,89,337
----------------------------------	----------------	--------------------

120 The cash credits on account of Defence loans are adjusted under a deposit head pending their adjustment in the books of the Accountant General, Central Revenues, under the respective loan heads under "Section N" after reconciliation of the amount reported by the Bank with the corresponding amounts brought to account in Government books

The entire balance is being cleared in the accounts for 1945-46

Deposits on account of money received for St. Dunstan's

Hospital for blinded soldiers, sailors and armen	Cr. Rs.	3,923
---	----------------	--------------

121 The balance has been agreed with that in the proof sheet

Companies Liquidation Accounts	Cr. Rs.	21,01,211
---------------------------------------	----------------	------------------

122 This head has been opened for unclaimed dividends or undistributed assets pertaining to the Companies in official or voluntary liquidation under the Indian Companies Act remaining unclaimed for a period of six months

The differences between the ledger and the proof sheet balances amounting to Rs 1,930 in Madras, Rs. 430 in United Provinces are under adjustment in the accounts for 1945-46

Provident Societies Liquidation Accounts	Cr. Rs.	12,829
---	----------------	---------------

123 The deposits received by the Superintendent of Insurance from the Liquidator of Provident Societies under the Insurance Act of 1938 are recorded under this head

Deposits obtained for lease/lend stores	Cr. Rs.	9,89,591
--	----------------	-----------------

124 This head embraces deposits by private indentors for stores purchased for them under the Lease and Lend arrangement

Deposits obtained on non-lease/lend (imported) stores	Cr. Rs.	16,18,949
--	----------------	------------------

125, The balance represents deposits received from private parties for stores purchased from overseas countries.

Deposits against dollar payments made by the British**Purchasing Commission, America****Cr. Rs.****1,02,985**

126 This head is intended to record payments for purchases of steel in America for which funds are at present not required to be transferred from India. The amount includes the debit balance of Rs 1,43,171 pertaining to 1943-44, transferred by the Chief Controller of Supply Accounts. The debit balance is due to the fact that certain debits have yet to be passed on to the parties concerned to whom American steel has been supplied after tracing the stores. On receipt of consignees' acknowledgments the whole amount will be adjusted by credit to the head.

Deposits on account of undischarged pay of Government**servants falling into enemy hands****.. Cr. Rs.****152**

127 It represents the undischarged pay of certain staff of the Rangoon Light House, who fell into enemy hands.

Other Deposits**.. .****Cr. Rs.****30,90,70,577**

128. These comprise the deposits on the books of the Non-Civil Accounts Officers, the details of which are as follows —

	Cr Rs		Cr Rs
Posts and Telegraphs Deposits	1,79,56,342	State Railways Deposits	4,91,38,013
Defence Services Deposits	24,19,65,108	Trust Interest Account (Railways)	11,114
		Total	30,90,70,577

Posts and Telegraphs Deposits**. . .****Cr. Rs.****1,79,56,342**

129 The details are —

	Cr Rs		Cr Rs
Dead Savings Bank Accounts	1,71,15,765	Unclaimed Savings Bank Deposits of less than Rs 2	10,28,670
Unclaimed Provident Fund Deposits.	86,765		
Trust Interest Accounts	2,236	Other Items	59,26,030
Foreign Money Orders	—62,68,504		
Deposits on account of undischarged pay of officers and men falling into enemy hands	65,380	Total	1,79,56,342

Dead Savings Bank Accounts — Savings Bank Accounts in which no transactions have taken place for a specified period are transferred to a separate ledger called "Dead Savings Bank Ledger". The amount outstanding therein does not lapse to Government but is retransferred to the current Savings Bank Ledger when the account is revived on the application of the depositor.

Unclaimed Provident Fund Deposits — The balance under this head represents the amounts in the Provident Funds remaining unclaimed for a period exceeding six months after they become payable under the rules. These unclaimed amounts are transferred to the head "Deposits" at the end of each year.

Trust Interest Accounts — The balance represents the interest on Government securities held on behalf of Posts and Telegraphs employees and contractors remaining unpaid at the close of the year under report.

Foreign Money Orders.—The debit balance represents net transactions on account of money orders exchanged with foreign countries.

Deposits on account of undisbursed pay of officers and men falling into enemy hands—The balance represents the net amount of pay due to Government servants falling into enemy hands which are adjusted every month by debit to the appropriate revenue heads of accounts after allowing for family allotments and fund deductions, if any, and *per contra* credit to the deposit head mentioned above

Unclaimed Savings Bank Deposits of less than Rs 2—Due to certain amendments to the savings bank rules with effect from 1st August, 1940, the savings bank accounts having balances of less than Rs. 2 on 31st July, 1940 have been treated as dead and the balances remaining unclaimed have been transferred at the end of 1940-41 to this minor head specially opened for the purpose Any future claims of the depositors of these accounts will be met from the balances outstanding under this head The difference of Rs 3 between the ledger and the subsidiary register balances is under settlement

130. *Other Items*—The balance is composed of —

	Cr Rs		Cr Rs
Fixed Deposits	7,91,087	Indian Postal Orders	1,81,921
Trunk Call Deposits	20 116	Miscellaneous	49,32,906
		Total	59,26,030

Fixed Deposits.—The balance under this head includes deposits made by firms, presses and other bodies and individuals for telegrams sent on the Deposit Account System. Under this system a deposit of an amount approximately equivalent to the cost of telegrams for a specified period is made by the parties concerned and the telegrams sent daily are accepted by the Telegraph Offices without prepayment. The actual cost of the telegrams sent during a period is recovered by the department by presentation of bills The deposit thus serves as a security against acceptance of telegrams without prepayment Under this head are also included deposits made by holders of Post Boxes for locks and keys supplied to them. These deposits are paid back to the parties when the service ceases.

Trunk Call Deposits—Telephone subscribers, who are not Government officials, used to be required to make a deposit to enable them to make calls over the Trunk Telephone lines from their telephones This system has, however, been suspended as an experimental measure from the 1st October, 1936 except in certain special cases and the deposits held at the time are being adjusted against trunk call bills The amount represents balance of these deposits at the end of the year under review

Indian Postal Orders.—The balance represents the difference between receipts and payments in respect of Indian Postal Orders issued during 1944-45

Miscellaneous—The balance under this head is made up of a number of miscellaneous accounts such as excess credits in the cash accounts, miscellaneous deposits not coming under any other category, balance of British penny postage stamps held in stock, short payments or recoveries of wrong payment of money orders, customs duty on foreign mail parcels, defence savings stamps, fine fund, cash certificates short payments, etc., and undrawn pay of officers and men in the field.

Defence Services Deposits

Cr. Rs. 24,19,65,108

131 The particulars are detailed below.—

Military Accounts Officers on whose books the balances are borne (1)	Name of the Deposits		Field Deposits (4)	Trust Interest Account (5)	Troops Amenities Fund (6)	Miscellaneous (7)	Total (8)
	Security Deposits (2)	Unclaimed Provident Fund Deposits (3)					
	Rs	Rs	Rs	Rs	Rs	Rs	Rs
North Western Army, Rawal pindi	4,76,047			6		59,97,973	64,74,926
Military Accounts and Pensions, Lahore	34,47,163	8,325	10,43,491	824	—26,838	32,49,855	77,22,820
Southern Army, Poona	25,47,635		40,436	13	—13,35,999	43,68,976	56,21,061
Central Com- mand, Meerut	7,53,864		9,81,165	4		1,64,914	18,99,947
Air Forces, Dehra Dun						1,22,356	1,22,356
Army Factory Accounts, Cal- cutta	4,84,137	18,210		129		21,076	5,23,552
Naval Accounts, Bombay	77,927	3,274	5,48,999			10,95,432	17,25,632
Supply Ac- counts, De- fence, Delhi	53,12,736					51,571	53,64,307
Field Accounts (O and CH), Poona	35		28,50,571			3,97,560	32,48,166
Eastern Com- mand, Patna	69,28,366				—2,20,185	11,51,894	78,60,075
British Troops Accounts, Mee- rut			—1,889			—38,705	—40,594
Field Accounts (O R), Ambala	7,971		20,16,43,529			—2,08,640	20,14,42,860
Total	2,00,36,781	29,809	20,71,06,302	976	—15,83,022	1,63,74,262	24,19,65,108

Security Deposits—The balances under this head represent mainly the security deposits received in cash from contractors and others by the officers of the Defence Department. A difference of Rs 2,751 under Supply Accounts (Defence) is under reconciliation.

Unclaimed Provident Fund Deposits—The balance represents the amounts credited to the General Provident Fund and other Miscellaneous Provident Funds of the employees of the Defence Department but remaining unclaimed for a period exceeding six months.

Field Deposits—The balances represent the net result of credit and debit balances standing to the credit of officers and personnel serving overseas on War System of Accounting. The minus figures under British Troops Accounts has been adjusted in the accounts for 1945-46.

Trust Interest Account—The balances under this head represent the undisbursed amount of interest due to contractors on their deposits.

Troops Amenities Fund—This head is credited with the sums sanctioned from time to time from the Defence Services Estimates, according to the requirements of the amenities for Troops Directorate and by contribution from His Excellency the Viceroy's War Purposes Fund. The debit balances in each of the accounts are being readjusted in 1945-46.

Miscellaneous—The balances under this head include (i) outstanding credits pertaining to unadjusted amount of sale of coupons in Dairy Farms, (ii) amounts due to contractors on closed account, (iii) closing balances of stock purchases, (iv) deposits of contribution works to be done for local bodies, etc., (v) earnest money deposits, (vi) imprest cash advances made by the Air Ministry Pay Masters to Indian Forces Overseas, (vii) treasure chest deposits and (viii) other miscellaneous deposits

State Railways Deposits . . . **Cr. Rs. 4,91,38,013**

132 The details are —

Classified Heads (1)	State Railways, Capital (2)	State Railways, Revenue (3)	Total (4)
	Rs	Rs	Rs
1 Security deposits of subordinates	22,967	9,81,465	10,04,432
2 Security deposits of contractors and others	6,40,171	1,04,56,133	1,10,96,304
3 Deposits for work for private persons and public bodies	68,105	26,56,900	27,25,005
4 Unpaid wages	54,470	23,59,830	24,14,300
5 Sums due to contractors on closed accounts		2,89,188	2,89,188
6 Net earnings on worked lines		1,11,33,310	1,11,33,310
7 Private companies		—1,54,365	—1,54,365
8 Miscellaneous	5,50,998	2,00,78,841	2,06,29,839
Total	13,36,711	4,78,01,302	4,91,38,013

133 *General Remarks*—The balance under ‘Private Companies’ is under clearance or acceptance by the parties concerned. The reconciliation of balances with the General books has been completed except on the Bengal Assam Railway, where a few items of irregular balances are still under investigation.

Twelve cases of misclassification detected during test audit have resulted in a net excess debit of Rs 2,316.

Trust Interest Account (Railways) . . . **Cr. Rs. 11,114**

134 The balance under this head represents interest received on the Government Promissory notes of the contractors, which was not paid to them before the close of the year under report. The amount is being cleared in the accounts for 1945-46. One case of misclassification detected during test audit resulted in a short credit of Rs 1,109.

Other Accounts

135. The details of the balances in the various deposit accounts under this

Name of Deposit Account (1)	Central Revenues (2)	Balu- chistan (3)	Defence (4)	Madras (5)	Bombay (6)	Bengal (7)
	Rs	Rs	Rs	Rs -	Rs	Rs
Subventions from Central Road Fund	15,78,802	5,36,605				
Deposit Account of grants for Economic Development and Improvement of Rural Areas	—647	71				
Deposit Account of the grant made by the Imperial Council of Agricultural Research	—61,357	5,538				
Deposit Account of grants from the Central Government for the development of handloom industries	8,706					
Deposit Account of the Dangs					7,80,801	
Deposit Account of Excess Profits Tax refundable to assesses under the Indian Finance Act, 1942	11,23,44,126					
Account of payment in respect of provisional assessment of Excess Profits Tax made under Section 14A of the Excess Profits Tax Act, 1940	66,87,273	1,17,538		1,70,58,860	16,01,90,550	11,55,77,041
Deposit Account of Interest on Excess Profits Tax Deposits	41,92,891					
Deposit Account of Central Surcharge funded for the benefit of Assesseees under the Indian Finance Act, 1942	68,78,846					
Deposit Account of the grants made for the benefit of Cotton growers	946					
Deposit Account of the grant made by the Indian Central Cotton Committee		4,647				
Deposits in connection with the purchase of Egyptian Cotton	—4,394				6,15,16,039	
Deposit Account of Khasi Hill States						
Deferred pay to Indian Troops			14,54,64,551			
Post War Reconstruction Fund			9,59,45,000			
Village Collective Savings Account	74,479					
Balance of Coorg						
Deposits in connection with the purchase of East African Cotton					5,11,935	
Deposits in connection with the purchase of Sudan Cotton					22,51,287	
Total	13,16,99,671	6,64,399	24,14,09,551	1,70,58,860	22,52,51,210	11,55,77,040

head are as follows:—

United Provinces	Punjab	Bihar	Central Provinces and Berar	Assam	North-West Frontier Province	Orissa	Coorg	Total
(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Rs	Rs.	Rs	Rs	Rs.	Rs.	Rs.	Rs.	Rs
					39,075			21,54,482
	17							—559
								—55,819
								8,706
								7,80,801
								11,23,44,126
2,49,00,352	38,35,954	4,03,458	33,09,920	30,19,355	1,03,305	5,332		33,52,08,937
								41,92,891
								68,78,846
								946
								4,647
								6,15,12,245
				1,64,125				1,64,125
								14,54,64,551
								9,59,45,000
								74,479
							22,29,386	22,29,386
								5,11,935
								22,51,285
2,49,00,352	38,35,971	4,03,458	33,09,920	31,83,480	1,42,380	5,332	22,29,386	76,96,71,010

Subventions from Central Road Fund **Cr. Rs. 21,54,482**

136 This head is credited with subventions made from the Central Road Fund to Minor Administrations under the Central Government and in the tribal areas in the North-West Frontier Province for expenditure on approved schemes of road development and other objects mentioned in paragraph 75 and is debited with expenditure met from these grants. The balances under this head represent the amounts of the allotments from the Central Road Fund not spent on road development schemes, etc., to end of the year. Certificate of acceptance is awaited under Central Revenues in one case.

Deposit Account of grants for Economic Development and Improvement of Rural Areas **Cr. Rs. —559**

137 The above head is credited with grants from the fund for the Economic Development and Improvement of Rural Areas, to centrally administered areas to be spent on schemes for the amelioration of the conditions of the cultivators and the improvement of rural areas. The debit balance under Central Revenues is due to expenditure having been incurred from the Fund prior to receipt of deposit from the Reserve Fund. Certificate of acceptance of balance is awaited in one case in Central Revenues.

Deposit Account of the grant made by the Imperial Council of Agricultural Research **Cr. Rs. —55,819**

138 This head records transactions connected with grants received from the Imperial Council of Agricultural Research for expenditure on schemes of agricultural research and other allied objects. The debit balance under Central Revenues is due to expenditure having been incurred prior to receipt of deposit from the Imperial Council of Agricultural Research. Acceptances of balances under Central Revenues are awaited.

Deposit Account of grants from the Central Government for the development of handloom industries **Cr. Rs. 8,706**

139 The balance under this head represents the unspent amount of the grants made by the Central Government. Certificate of acceptance is awaited under Central Revenues.

Deposit Account of the Dangs **Cr. Rs. 7,80,801**

140 The receipts and payments connected with the administration of the Dangs Area in Surat District in Bombay are accounted for under this head in the books of the Accountant General, Bombay.

The debt, deposit and remittance transactions including those on account of investments from the deposit account are being recorded under respective heads in the Dangs Account with effect from 1st April, 1944.

Deposit Account of Excess Profits Tax refundable to assesseees under the Indian Finance Act, 1942 **Cr. Rs. 11,23,44,128**

141 Under Section 10 of the Indian Finance Act, 1942, in addition to the amount of excess profits tax imposed by Section 4 of the Excess Profits Tax Act, 1940, a further sum not exceeding one-fifth of the amount of the said excess profits tax may be deposited with the Central Government. The amount deposited by the assesseees is repayable with simple interest at the rate of 2 per cent per annum. A further sum not exceeding one-tenth of the excess profits tax paid or one-half of the amount deposited, whichever is less, is payable to each depositor. With a view to avoid any large debit to the revenue budget in a single year, it has been decided that in each year, the requisite amount to meet the additional payments is to be set aside by a reduction in revenue and credit to the above minor head. The necessary adjustment on account of the transfer mentioned above is made by the Auditor General of India at the end of the year.

Account of payment in respect of Provisional Assessment of Excess Profits Tax made under Section 14-A of the Excess Profits Tax Act, 1940

Cr. Rs. 33,52,08,937

142 This head has been opened during the year 1943-44 to accommodate the amount of provisional assessment of excess profits tax made under Section 14A of the Excess Profits Tax Act, 1940, as introduced by clause 3 of Ordinance No XVI of 1943. The tax assessed will not be credited to revenue immediately on collection but will be kept separate and adjusted against the tax determined on final assessment. Any amount collected in excess will be refunded to the assesseees with interest at 5 per cent per annum. Any deficiency in the amount collected will be recovered from assesseees in the ordinary course after final assessment has been made.

Deposit account of interest on Excess Profits Tax Deposits

Cr. Rs. 41,92,891

143 It represents amount of interest accrued during the years 1942-43 to 1944-45 on optional deposits made under Section 10 of the Indian Finance Act, 1942 (Rs 23,99,911) and on compulsory deposits made under Section 2 of Ordinance No XVI of 1943 (Rs 17,92,980) as described in paragraphs, 63 and 64. Necessary adjustment on account of the transfer is made by the Auditor General of India at the end of the year.

Deposit account of Central Surcharge funded for the benefit of assesseees under the Indian Finance Act, 1942

Cr. Rs. 68,78,846

144 It represents adjustment of the Central Surcharge funded for the benefit of assesseees under Section 8 (7) of the Indian Finance Act, 1942. Necessary adjustment on account of the transfer is made by the Auditor General of India at the end of the year.

Deposit account of the grants made for the benefit of cotton growers

Cr. Rs. 946

145 This head records transactions connected with the grants made by the Central Government from the Fund for the benefit of cotton-growers, to the Centrally Administered areas for expenditure on schemes undertaken by the Central Government. The amount represents the unspent balance of the grant after meeting the expenditure during the year.

Deposit account of the grant made by the Indian Central Cotton Committee

Cr. Rs. 4,647

146 This head records the transactions relating to the grants made to Baluchistan Administration by the Indian Central Cotton Committee for furtherance of agricultural schemes and other allied objects. Certificate of acceptance of balance is awaited.

Deposits in connection with the purchase of Egyptian Cotton Cr. Rs. 6,15,12,245

147 The deposits made by the importers of Egyptian cotton are recorded under this head.

Deposit Account of Khasi Hill States

Cr. Rs. 1,64,125

148 The Khasi Hill States are administered on behalf of the Crown Representative by the Governor of Assam as Agent of the Crown Representative under the provisions of Section 287 of the Government of India Act, 1935. All receipts and expenditure in connection with the administration of these States including any grant-in-aid are accounted for under this deposit head.

Deferred pay to Indian Troops **Cr. Rs. 14,54,84,551**

149. Under military regulations, Indian soldiers and non-combatants (enrolled) are entitled to "deferred pay." This deferred pay as the term implies will not be paid to the men along with their monthly pay and allowances but the accumulated amount earned by them during their service will be paid to them on promotion to the Viceroy's Commissioned Rank, discharge, retirement, etc., from service. It was decided during the year 1942-43 that the liability of deferred pay earned should be discharged concurrently and as a result the amount of deferred pay earned is charged to Defence Services accounts annually by *per contra* credit to this deposit head. The actual payments to the men are debited to this deposit head.

Post-War Reconstruction Fund **Cr. Rs. 9,59,45,000**

150. For the purpose of financing schemes for the welfare of Indian soldiers and non-combatants (enrolled) the Central Government have sanctioned the institution of a fund, called "Post-War Reconstruction Fund" with effect from the 1st April, 1942. This Fund will be built up by Government contribution at the rate of Rs. 24 per combatant soldier and Rs. 12 per non-combatant (enrolled) per annum and the total annual contribution will be debited to Defence Services accounts and credited to this deposit head. All expenditure connected with the post-war welfare scheme will be met from this deposit head.

Balance of Coorg **Cr. Rs. 22,29,388**

151. The outstanding amount under this head represents the balance of the Government of Coorg in deposit with the Central Government on the 31st March, 1945.

Transactions connected with the War, 1939

.. Cr. Rs. 31,27,83,281

152. The following are the details :—

Classified Heads	Central Revenues	Madras	Bombay	Bengal	United Provinces	Central Provinces and Berar	North West Frontier Province	Orissa	Total
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
	Rs	Rs	Rs	Rs.	Rs	Rs	Rs	Rs	Rs
War Risks (Goods) Insurance Fund ..	15,10,69,589				.				15,10,69,589
War Risks (Factories) Insurance Fund	15,61,24,966	.	.		.			.	15,61,24,966
War Injuries (compensation) Insurance Fund	5,03,014			.					5,03,014
Deposits for relief of distress of Indian British Subjects in enemy countries ..	2,987	.	5,847	.		135			8,969
Deposits on account of enemy property .	.		43,53,780.						43,53,780
Deposits on account of undischursed pay of members of civil Pioneer Force	.	76,018		4,97,088	60,415		44,631	44,811	7,22,963
Total	30,77,00,556	76,018	43,59,627	4,97,088	60,415	135	44,631	44,811	31,27,83,281

War Risks (Goods) Insurance Fund	Cr. Rs.	15,10,69,589
---	----	----	----------------	---------------------

153 This was established under Section 9 of the War Risks (Goods) Insurance Ordinance, 1940 in connection with goods insurance scheme put into operation by the Central Government from the 1st October, 1940 in accordance with the provisions of Section 5 of the Ordinance. All sums received by the Central Government by way of insurance premium under the War Risks Insurance Schemes are credited to this head.

War Risks (Factories) Insurance Fund	Cr. Rs.	15,61,24,966
---	----	----	----------------	---------------------

154 The fund was established under Section 7 of the War Risks (Factories) Insurance Ordinance, 1942 for the purpose of factories insurance scheme put into operation by the Central Government from the 1st April, 1942 in accordance with the provisions of Section 3 of the Ordinance. All receipts by way of insurance premium are credited and all liabilities under the scheme are charged to this head.

War Injuries (Compensation) Insurance Fund		Cr. Rs.	5,03,014
---	--	----------------	-----------------

155 The fund was established under Section 6 of the War Injuries (Compensation Insurance) Act, 1943 in connection with the War Injuries Compensation Insurance Scheme. All sums received by the Central Government by way of insurance premium under the scheme and all liabilities incurred thereunder are adjusted under this head.

Deposits for relief of distress of Indian British Subjects			
in enemy countries	..	..	Cr. Rs. 8,969

156. The balance has been verified

Deposits on account of enemy property	Cr. Rs.	43,53,780
--	----------------	------------------

157. The amount includes the sale proceeds of cotton received from Singapore.

Deposits on account of undischursed pay of members of Civil Pioneer Force	
	Cr. Rs. 7,22,963

158 The amount represents the undischursed pay of members of Civil Pioneer Force is being adjusted in the accounts for 1945-46.

PART III.—ADVANCES NOT BEARING INTEREST

159. The classes of transactions included under this group are the following —

Major Heads (1)	India		England.
	Dr (2)	Cr (3)	Dr (4)
	Rs	Rs	£
Advances Repayable	30,38,52,367		1,124
Permanent Advances (Civil and Posts and Telegraphs)	10,67,754		.
Accounts with His Majesty's Imperial Government			6,035
Accounts with Foreign Governments and Indian States	3,90,23,864	.	..
Accounts with the Government of Burma		61,64,291	
Accounts with the Burma Railway Board		35,156	
Accounts with the Reserve Bank ^a	27,03,752		
Coinage Accounts	12,84,92,933		..
Total	47,01,40,670	61,99,447	7,159
Net Dr	46,39,41,223		

Advances Repayable (India).

160. The following are the details :—

Head of Accounts	Central Revenues	Supply Accounts (Civil)	Food Accounts.	Baluchistan	Madras	Bombay	Bengal
1	2	3	4	5	6	7	8
	Rs	Rs	Rs	Rs.	Rs.	Rs.	Rs.
Civil Advances—							
Objection Book Advances	2,12,883	1,19,609	2,028	—1,604	32,711	1,17,073	15,11,264
Other Advances	69,415				20,292	4,249	1,13,310
Special Advances	11,72,089	68,78,928		1,97,741	1,52,397	15,74,79,727	2,17,049
Forest Advances	2,453			484		—53	
Revenue Advances—							
Advances for Survey Operation					.		45,005
Salt and Excise Advances				..	121	—8,329	
Total	14,57,440	69,98,537	2,028	1,96,601	2,05,521	15,75,92,667	18,86,628
Advances Recoverable—							
Posts and Telegraphs					..	.	
Defence ..					.	.
GRAND TOTAL							.

Dr. Rs. 30,38,52,367

United Provinces	Punjab	Bihar	Central Province and Berar	Assam	North West Frontier Province	Orissa	Sind	Coorg	Total
9	10	11	12	13	14	15	16	17	18
Rs	Rs.	Rs	Rs.	Rs	Rs	Rs.	Rs.	Rs	Rs
28,345	1,63,874	27,837	78,224	14,83,219	12,601	17,088	18,830		38,23,922
	12,243		-1,476						2,18,033
22,48,722	6,000	-2,16,251	..		2,11,593	8,63,349		4,273	16,92,16,217
	.				80,042			163	83,089
	.			.					45,005
				.					-8,208
22,77,067	1,82,117	-1,88,414	76,748	14,83,219	3,04,236	8,80,437	18,830	4,436	17,33,78,058
				.		.	.		18,18,861
						.			12,86,55,448
			.	..					30,38,52,367

161 *Civil Advances*.—These include (i) various special accounts of large advances or of recurring outlay which are recoverable from different sources and (ii) a number of petty miscellaneous advances arising in the course of business and recoverable within a short time. The former are usually watched through separate accounts working up to the ledger; the latter pass only as a single account upon the ledger, but are recorded in detail in the Objection Books through which the recoveries are watched. In the latter case the ledger balance has to be agreed with the aggregate of the details in the "Objection Books" and in the former, similar reconciliation is necessary in those cases in which different classes of transactions are included in the same account.

Objection Book Advances

Dr. Rs. 38,23,922

162 The ledger balances against this head are agreed with those shown in the broadsheets maintained in the Civil Accounts Offices and, therefore, with the aggregate of the items recorded as outstanding in the Objection Books. The discrepancies between the ledger and the broadsheet balances have been settled except Rs 58,186 in Central Revenues, Rs 42,384 in Supply Accounts (Civil), Rs 13,233 in Baluchistan, Rs 12,899 in Madras, Rs 4,637 in Bombay, Rs 426 in Bengal, Rs 6,049 in the United Provinces, Rs 317 in the Punjab, Rs 1,273 in Bihar, Rs 404 in the Central Provinces, Rs 2,185 in Assam, Rs. 51 in North West Frontier Province and Rs 380 in Sind.

Three sums aggregating Rs. 784 were written off as irrecoverable in the accounts for 1944-45.

Other Advances

Dr. Rs 2,18,033

163. The outstandings under this head represent the balance of various advances for departmental and other purposes.

The outstandings are either verified with separate accounts maintained in Civil Accounts Offices or agreed with the detailed statements received from the officers holding such advances. Certificates of acceptance of balances are awaited in six cases in the Central Provinces. The credit balance under Central Provinces is due to some erroneous adjustments which are in course of adjustments in the accounts for 1945-46.

Special Advances

Dr. Rs. 16,92,16,217

164. This head records advances granted to Government officers and others under special orders of Government. The differences between the ledger and the broadsheet balances have been settled except Rs 614 in Central Revenues, Rs 1,754 in Madras and Rs 537 in Bihar. Certificates of acceptance of balances are awaited in one case in Supply Accounts (Civil) and four cases in Bihar. The credit balance under Bihar is under adjustment.

Forest Advances

Dr. Rs. 83,089

165. The balance represents the amount remaining undisbursed on the 31st March, 1945, out of the amount advanced to subordinate officers of the Forest Department.

The credit balance under Bombay has since been cleared in the accounts for 1945-46.

Advances for Survey Operations

Dr. Rs. 45,005

166. The balance under this head represents the amounts of outstanding advances for expenditure on surveys which are recoverable from private owners and

other parties The outstanding balance is in course of adjustment in the accounts for 1945-46

Salt and Excise Advances Dr. Rs. —8,208

167 The balance under this head in Madras represents amounts recoverable on account of Salt Storage Works Certificate of acceptance of balance is awaited in one case Under Bombay, the balance pertains to the head "Salt Manufacture Advances" and has been cleared in the accounts for 1945-46.

Advances Recoverable—Posts and Telegraphs Dr. Rs 18,18,861

168. The balance is composed of :—

	Dr Rs
(i) Objection Book Advances	13,48,387
(ii) Overpayments on Money Orders	1,98,564
(iii) Cash Certificates, Defence Savings Certificates and National Savings Certificates—Overpayments	70,098
(iv) Customs duty on foreign mail articles	1,57,462
(v) Excess debit or short credit of customs duty realisation	1,852
(vi) Miscellaneous	42,489
	<hr/>
Total	18,18,861

There was difference of Rs. 21,799 between the ledger balances and those recorded in the separate accounts maintained in the audit offices A sum of Rs 81,713 involving 4,133 cases was written off during the year under report.

Item (i) *Objection Book Advances* represents mainly amounts of pay bills of Railway Mail Service offices remitted for disbursements and the outstanding advances of pay and travelling allowances granted to officials at the time of their transfer

Items (ii) *Overpayments on Money Orders*, (iii) *Cash Certificates, etc*, *overpayments* and (v) *Excess debit or short credit of customs duty realisation* relate to overpayments which will be adjusted either by recoveries from the public or from departmental officials responsible for making overpayments or short credits or by write-off to revenue.

Item (iv) *Customs duty on foreign mail articles* relates to the amount of customs duty levied on articles of inward foreign mails credited to the Civil Department in advance of recovery of the amount from the addressees of the articles

Item (vi) *Miscellaneous* relates to the amounts advanced to electric companies as security deposits It also includes advances to Government servants for evacuation of their families from certain areas and special advances granted to co-operative stores or societies for running of grain shops etc.

Advances Recoverable—Defence .. Dr. Rs. 12,86,55,448

169 The details are.—

Military Accounts Officers on whose books the balances are borne	Permanent Advances	Advances Repayable				Total
		Advances Proper	Navy Bill Receiv- able	Advances from Military Treasure Chests	Passage Advances	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Rs	Rs	Rs	Rs	Rs	Rs
North Western Army Rawalpindi	1,54,435	8,00,541		—41,043		9,13,933
Military Accounts and Pensions, Lahore	56,49,674	19,99,753	.			76,49,427
Southern Army, Poona	7,49,262	1,23,97,181		—71,506	—204	1,30,74,733
Central Command, Meerut	4,41,086	12,22,137		—1,58,351		15,04,872
Air Forces, Dehra Dun	110	42,60,231				42,60,341
Army Factory Accounts, Calcutta	54,625	2,53,861				3,08,486
Naval Accounts, Bombay	81,265	2,26,359	34,64,634	.		37,72,258
Supply Accounts, Defence, Delhi	23,775	1,80,44,989		.		1,80,68,764
Field Accounts (O & C H) Poona	850	14,05,65,448		.		14,05,66,298
Field Accounts, (O & R) Ambala	60,112	—6,58,09,805	.			—6,57,49,693
Eastern Command, Patna	6,24,502	59,60,741	.			65,85,243
British Troops, Meerut	9,100	—25,31,487				—25,22,387
Military Railway Claims, Calcutta		2,23,173		.		2,23,173
Total	78,48,796	11,76,13,122	34,64,634	—2,70,900	—204	12,86,55,448

Permanent Advances .. Dr. Rs. 78,48,796

170. The amount represents imprests granted to departmental, regimental and other officers. Certificates of acceptance of balances under this head are awaited in several cases and are under reference to the parties concerned.

Advances Proper Dr. Rs. 11,76,13,122

171 *North Western Army*—The balance includes Rs 32,347 representing advances made to various newly raised units, Rs. 94,754 on account of advances to military unit, private bodies etc. and Rs. 6,73,439 relating to miscellaneous and other advances which are being adjusted in the year 1945-46

Military Accounts and Pensions, Lahore.—The balance includes (i) Rs 5,50,972 on account of miscellaneous advances representing net amount transferred to this head to clear the outstanding under the detailed head "Stores purchases in India through the Supply Department", (ii) Rs. 14,342 on account of advances paid to units and formations for the purchase of officers' mess equipment, (iii) Rs. 36,392 on account of advances paid to newly raised units, etc., and (iv) Rs 13,97,796 being the balance of advances against the Field imprest holders.

Southern Army —The major items comprising the balance are (i) Rs. 20,14,076 being the amount of closing balances on the 31st March, 1945 with the various imprest holders, (ii) Rs 11,56,302 adjustable by the Controller of Military Accounts, which has since been adjusted in 1945-46 (iii) Rs 68,70,718 which includes advances paid by the Field Cashiers to the Air Ministry personnel, foreign currencies repatriated, and advances paid to the Foreign Governments in connection with the construction of aerodromes, etc and (iv) Rs 23,07,725 representing advances made in connection with the local development schemes

Central Command —The balance is composed of mainly (i) Rs 49,182 on account of interest-free advances paid to newly raised units and formations solely for regimental purposes, (ii) Rs 80,000 representing advances for the purchase of officers' mess equipment, (iii) Rs 4,65,000 on account of advances granted for local purchase, Rs 4,97,100 for advances made to the Government of United Province (iv) Rs 1,30,245 representing miscellaneous advances

Air Forces —It includes (i) Rs 4,54,447 being the amount of closing balances on the 31st March, 1945 held by Air Force Units, (ii) Rs 1,93,043 on account of advances adjustable by the Controller of Military Accounts, (iii) Rs 36,12,042 being the amount of advances made to the personnel of other commands, and other advances

Army Factory Accounts —The balance is composed of (i) debits (Rs 8,38,246), and credits (Rs 5,84,386). The debit includes Rs 4,00,000 adjusted on account of Hattersley Mills, Bombay under orders of the Central Government and will be eliminated on the termination of the arrangement with the mills. Out of the credit, Rs. 5,26,979 has been adjusted in the account in 1945-46.

Naval Accounts —It includes (i) Rs 26,298 on account of advances for the purchase of officers' mess equipment and (ii) Rs 2,00,166 representing mainly advances to private bodies, etc for Royal Indian Navy works

In case of (i) above, acceptances of balances are awaited in five cases

Supply Accounts (Defence) —The balance includes (i) account of advances made to Messrs Mackenzie & Co (Rs 50,000), Bombay Port Trust (Rs. 200) and balance of an advance to an officer to re-equip himself on reversion from foreign service from Burma (Rs 414) and (ii) Rs 1,77,05,086 representing advances to woollen manufacturers and other firms, etc. and other miscellaneous advances pending adjustment (Rs 2,89,289).

Field Accounts (O. and C. H.) —The balance consists of (i) advances relating to Field Cashier's Account (Rs 20,45,234), (ii) outstanding imprest holders' account (Rs 2,79,19,730), (iii) advances adjustable in the office of the Controller (Rs 2,49,53,735), (iv) amount outstanding under Advances—Unit Accountants (Rs 8,55,96,612), and (v) miscellaneous advances (Rs 50,136).

The balances under (i) and (ii) above will ultimately be paid as Field Advances to officers and others whose accounts are maintained on war system of accounting and will eventually be debited to the head 'Field Deposits' to which the pay and allowances of the above officers and others are credited as and when they accrue. The balances under (iii) and (iv) represent advances already paid but awaiting final adjustment.

Field Accounts (O & R.) —The balance is made up of (i) Rs. —2,01,86,864 on account of advance adjustable in the office of the controller, (ii) Rs.—4,61 63 650 for advances—Unit Accountants and (iii) Rs. 3,48,744 for miscellaneous advance which has been recovered and adjusted in the accounts for the year 1945-46.

Eastern Command—The balance is made up of advances paid to (i) the Director of Agriculture, Government of Bihar (Rs. 5,00,000), (ii) International Farm and Cold Storage (Rs. 50,000), (iii) Officer Commanding Training Battalion Assam Regiment (Rs. 7,500), (iv) imprest holders' account (Rs. 9,46,989) consisting of imprests for supplies and services, and (v) miscellaneous advances (Rs. 44,07,852).

British Troops—It includes (i) Rs. —25,35,338 relating to imprest holders' account and (ii) Rs. 3,851 on account of advances paid for the purchase of officers' mess equipment. The minus balance under (i) is due to non-receipt of civil debits for advances drawn by imprest holders on advance station orders.

Military Railway Claims—The balance represents debits raised by Railways in respect of Non-Defence Department transactions, the amount has been cleared in the accounts for 1945-46

Navy Bills Receivable	Dr. Rs.	34,64,634
-----------------------	---------	-----------

172 The balance represents cash payments, etc. made on behalf of the Royal Navy

Advances from Military Treasure Chests	Dr. Rs.	—2,70,800
--	---------	-----------

173 The credit balance under the head represents the value of cheques remaining uncashed on the 31st March, 1945

Passage Advances	Dr. Rs.	—204
------------------	---------	------

174. The balance represents erroneous adjustment under this head and has since been written back in the accounts for 1945-46.

Advances Repayable (England)—

High Commissioner for India	Dr. £	1,124
-----------------------------	-------	-------

175 The balance represents the outstanding amount of various advances made by the High Commissioner

Permanent Advances	Dr. Rs.	10,67,754
--------------------	---------	-----------

176 The following are the details :—

	Dr Rs
Civil—	
Central Revenues	2,43,783
Baluchistan	29,865
Supply Accounts, Civil	1,44,337
Food Accounts	3,825
Madras	85,363
Bombay	1,36,482
Bengal	1,77,582
United Provinces	20,827
Punjab	26,536
Bihar	52,634
Central Provinces and Berar	6,681
Assam	20,369
North-West Frontier Province	56,236
Orissa	33,305
Sind	4,690
Coorg	4,046
Total—Civil	10,46,561
Posts and Telegraphs	21,193
Total	10,67,754

177 These advances are granted to officers of Government who have to do contingent expenditure before they can place themselves in funds by drawing bills on treasuries, etc. Certificates accepting the balance have not been received in three cases in Central Revenues, some cases in Supply Accounts (Civil), fifty five cases in Madras, twenty two cases in Bombay, some cases in Bengal, thirty seven cases in the United Provinces, eight cases in the Punjab, four cases in Bihar, one case in Assam one case in Sind and one case in coorg

The difference between the ledger and the broadsheet balances have been settled except Rs 11,236 in Central Revenues, Rs 2,656 in Madras, Rs 2,351 in Bombay, Rs 10,933 in Bengal, Rs 4,862 in Bihar and Rs 2,000 in Assam

The Posts and Telegraphs balance consists of Rs 5,000 held by the Superintendent, Postal Seals, Aligarh, as working-capital and Rs 16,193 held by the Posts and Telegraphs Officers as ordinary permanent advances for meeting petty contingent expenditure

Accounts with His Majesty's Imperial Government . Dr. £ 6,035

178. The details of the balance are —

	Dr
	£
Secretary of State	2,229
High Commissioner	3,806
	<hr/>
Total	6,035

The debit balance in the accounts of the Secretary of State represents miscellaneous expenditure on behalf of the Imperial Government. It consists of amounts paid in 1942-43 and 1943-44 which are expected to be adjusted in 1944-45

The debit balance in the High Commissioner's accounts is made up of (i) pensions issued to retired officers of the Central Government in respect of their services in various departments of the Imperial Government, (ii) salaries and (iii) freight and shipping charges on stores shipped to India on behalf of the Imperial Government by the Supply Department. Recovery of balances in respect of (i) and (ii) above has been effected in 1945-46.

181 *Account Current with Indian States :—*

Central Revenues.

Madras.

							Dr. Rs.
Travancore	..	.	.	..	.	..	—4,73,145
Cochin	..	.	.	..	.	..	—84,812
Mysore	..	..	.	..	.	..	17,50,415
						Total	<u>11,92,458</u>

Bombay.

The certificates of acceptance of balances are awaited.

Punjab.

					Dr Rs	Cr Rs
Kashmir	..	..	..	.		13,67,396
Bahawalpur	.	.	.	.	3,97,959	..
Malerkotla	..	..	..	.		12,465
Patiala	.	.	.	.		21,11,863
Kapurthala	.	.	.	.	5,750	.
Jind	..	..	.	.	72,014	
Faridkot	.	.	.	.	2,87,460	.
Chamba	.	.	.	..		67,655
Nabha	..	.	.	..		5,39,191
Mandi	..	..	..	..	..	19,313
Suket	.	.	..	.		6,416
Bikaner	.	.	.	.	96,369	
Kalsia	.	.	.	..	.	8,173
Sirmur	.	.	.	..	..	49,582
Poonch	.	..	.	.	6,036	..
Khairpur	..	.	.	.		1,78,989
Loharu	.	.	.	.	.	4,173
Tehri (Garhwal)	.	.	.	..		37,443
Ramgarh	.	.	.	.	..	113
Bilaspur	..	..	..	.	.	1,756
Total	..			..	8,65,588	44,03,928
Net Cr.	..			..		35,38,340

The balances due by or to the various States have been communicated to them. The certificates of acceptance have not been received from ten states

182 *Posts and Telegraphs* —The balance is made up of (i) Rs 3,19,301 (credit) representing net payment made by Post Offices on account of money orders exchanged with Indian States, (ii) Rs. 5,47,969 (debit) as net payments made by Post Offices into Durbar treasuries (iii) Rs 904 (debit) representing the balance of the accounts exchanged between the Indian Posts and Telegraphs Department and His Majesty's Colonial Government, Aden and (iv) Rs 856 on account of transfer of Savings Bank accounts between Indian Post offices and the Postal Savings Bank of foreign countries

Accounts with the Government of Burma Cr. Rs. 61,64,291

183 The balance under this head represents the financial transactions of the Central Government with the Government of Burma remaining unadjusted through the Reserve Bank of India at the close of the year. It includes the sum of Rs 27,722 (debit) in respect of the balance of the accounts exchanged between the Indian Posts and Telegraphs Department and the Government of Burma. The other items included therein pertain to Central Revenues, Rs 62,11,693 (Cr) and Baluchistan, Rs 19,680 (Dr).

Accounts with the Burma Railway Board Cr. Rs. 35,156

184 The balance represents the outstanding amount due from the Burma Railway Board for which the monetary settlement through the Bank could not be effected before the Bank's accounts for the year were closed. The balance has been cleared in 1945-46.

Accounts with the Reserve Bank Dr. Rs. 27,03,752

185 The receipts and payments on account of the Reserve Bank occurring in Government (Central) treasuries are recorded under this head until they are cleared by the Accountants General with the Bank. The details are :—

		Dr Rs	Cr Rs
Central Revenues	.. ..		584
Baluchistan	.. ..	262	
Madras		2,146	
Bombay		24,53,563	
Bengal	.. ..	617	
Punjab		2,408	
Bihar		45	
Assam		6,763	
North-West Frontier Province			42
Coorg		217	
	Total	24,66,021	626
Railways		2,38,357	
	Total	27,04,378	626
	Net Dr.		27,03,752

Under Railways the balance represents charges due from the Reserve Bank on account of freight on treasure, etc. The amount is being recovered from the Bank during the year 1945-46.

Dr. Rs. 12,34,92,933

Coinage Accounts

186. The following are the details.—

[Credit +, Debit—]

Heads of Accounts (1)	Central Revenues (2)	Baluchistan (3)	Madras (4)	Bombay (5)	Bengal (6)	United Provinces (7)	Punjab (8)	Bihar (9)	Central Provinces and Berar (10)	Assam (11)	North West Frontier Province (12)	Orissa (13)	Sind (14)	Total (15)
Million Advances for Coinage														Rs —33,83,684
Brass (and, Copper) Coinage Account	+8,71,016			—25,98,500 +2,98,429	—7,85,164 —8,36,545		—4,99,661							Rs —1,66,761
Local Coinage Account.	+2,55,96,867			—35,79,608	—35,19,441		—2,98,506							Rs +1,82,01,312
Maternity Coinage Account	+5,14,75,208			—4,37,09,519	—4,508		—2,79,64,180							Rs —2,02,02,999
Small Coin Depot balances.	—27,34,261	—1,47,825	—66,97,073	—72,52,534	—1,24,25,357	—53,80,213	—1,18,29,830 —3,407,480		—11,29,426	—13,99,600	—3,79,785	—1,53,630	—8,45,725	Rs —5,37,82,739
Maternity Rupee Coin Balances				—6,41,58,082										Rs —6,41,58,082
Total	+7,52,08,830	—1,47,825	—66,97,073	—12,09,99,814	—1,75,71,015	—53,80,213	—4,05,90,177	—34,07,480	—11,29,426	—13,99,600	—3,79,785	—1,53,630	—8,45,725	Rs —12,34,92,933

Bullion Advances for Coinage**Dr Rs. 33,83,664**

187 The debit balance represents the value of silver bullion received in the Mints but not cleared by coins delivered

Bronze (and Copper) Coinage Account**Dr Rs. 1 66,761**

188 The balance represents the difference between the value of metal in store *plus* the amount of bronze coins in the Mints on the 31st March, 1945 and the profit on coins in stock on that date in the Mints and Small Coin Depots which is not credited to revenue before actual issue of the coins The details of these balances on the 31st March, 1945 are as follows —

Name of Accounts (1)	Central Revenues (2) Cr Rs	Calcutta (3) Dr Rs	Bombay (4) Dr Rs	Lahore (5) Dr Rs
<i>Bronze Mintage Account</i> , being the value of metal in store in the Mints on the 31st March, 1945		7,60,945	—3,15,929	4,68,361
<i>Bronze Coin Account</i> , being the amount of bronze coins in the Mints on the 31st March 1945		75,600	17,500	31,300
<i>Mint Profit Account</i> , being the profit on coins in stock on the 31st March, 1945 in the Mints and Small Coin Depots not yet brought to credit as revenue	8,71,016			
Total	8,71,016	8,36,545	—2,38,429	4,99,661
		Net Dr 1,66,761		

There are differences of Rs 11 53,154 in Bombay and Rs 1,33,246 in Lahore between the ledger balances and the Mint Store Accounts which are under reconciliation

Nickel Coinage Account**Cr Rs. 1,32,01,312**

189 The balance represents the difference between the value of nickel and cupro-nickel in store *plus* the amount of nickel coins in the Mints on the 31st March, 1945 and the profit on nickel coins in stock on that date in the Mints and Small Coin Depots which is not credited to revenue before actual issue of the coins The details of these balances on the 31st March, 1945 are as follows —

Name of Accounts (1)	Central Revenues (2) Cr Rs	Calcutta (3) Dr Rs	Bombay (4) Dr Rs	Lahore (5) Dr. Rs
<i>Nickel Mintage Account</i> , being the value of nickel cupro nickel and volestion in store on the 31st March, 1945		—26,73,845	13,72,608	2,96,506
<i>Nickel Coin Account</i> , being the amount of nickel coins in the Mints on the 31st March, 1945		61,93,286	22,07,000	
<i>Mint Profit Account</i> , being the profit on coins in stock on the 31st March, 1945	2,55,96,867			..
Total	2,55,96,867	35,19,441	35,79,608	2,96,506
		Net Cr 1,82,01,312		

Under Nickel Mintage Account, there is a discrepancy of Rs 80,002 in Bombay between the ledger balance and that shown in the Mint Store Account, which is under correspondence.

Quaternary Coinage Account

Dr. Rs. 2,02,02,999

190. The details of the balance are shown below —

Name of Accounts	Central Revenues Cr Rs (2)	Calcutta Dr Rs (3)	Bombay Dr Rs (4)	Lahore Dr Rs (5)
(1)				
Quaternary Mintage Account—				
(i) Stock Account		4,508	1,71,235	1,95,44,180
(ii) Rupee Account			1,65,35,160	
(iii) Small Coin Account			1,00,05,124	
		4,508	2,67,11,519	1,95,44,180
Quaternary Coin Account—				
(i) Stock Account				84,20,000
(ii) Rupee Account			1,07,00,000	
(iii) Small Coin Account			62,98,000	
			1,69,98,000	84,20,000
Mint Profit Account	5,14,75,208			
Total	5,14,75,208	4,508	4,37,09,519	2,79,64,180
		Net Dr	2,02,02,999	

The balance against Quaternary Mintage Account represents value of quaternary silver and alloy in stock at the Mints on the 31st March, 1945 and that against Quaternary Coin Account represents the amount of quaternary coins in the Mints on that date. The balance against Mint Profit Account represents the profit relating to the coins in stock at the Depots and Mints on the 31st March, 1945.

There are differences of Rs 240 in Bombay and Rs 117 in Lahore between the ledger balances and those shown in the Mint Store Accounts which are under reconciliation.

Small Coin Depot Balances

Dr. Rs 5,37,82,739

191 This represents the non-legal tender coins kept in stock for delivery to treasuries as required. Not being actual available cash, the balance is held at debit of this account instead of as part of the general cash balance.

The details of the balances are —

Depots.	Quaternary	Silver	Nickel	Bronze and Copper	Total.
(1)	(2)	(3)	(4)	(5)	(6)
	Rs	Rs	Rs	Rs	Rs
Central Revenues Depots	12,47,000	18,781	14,20,150	48,330	27,34,261
Baluchistan Depots	86,500		54,625	6,700	1,47,825
Madras Depots	34,10,540	618	31,12,775	1,73,140	66,97,073
Bombay Depots	37,81,200		31,78,575	2,92,759	72,52,534
Bengal Depots	74,08,040	1,39,926	47,55,125	1,22,266	1,24,25,357
United Provinces Depots	15,26,850	237	36,46,950	2,06,176	53,80,213
Punjab Depots	70,05,800	425	46,27,460	1,96,145	1,18,29,830
Bihar Depots	23,54,500		10,03,050	49,930	34,07,480
Central Provinces and Berar Depots	6,53,600		4,40,644	35,182	11,29,426
Assam Depots	10,77,000		3,16,200	6,400	13,99,600
North-West Frontier Province Depots	1,86,000		1,84,625	9,160	3,79,785
Orissa Depots	84,225		66,225	3,180	1,53,630
Sind Depots	3,02,100		5,18,025	25,600	8,45,725
Total	2,91,23,355	1,59,987	2,33,24,429	11,74,968	5,37,82,739

¹ Under Central Revenues, a difference of Rs 5,000 with the Cash Balance Report is under settlement.

Quaternary Rupee Coin Balances	.	Dr. Rs.	6,41,58,082
--------------------------------	---	---------	-------------

192 This head accommodates transactions connected with the issue to and return by, the Reserve Bank of India, of quaternary rupee coins. The debit balance represents the amount of quaternary rupee coins held in the custody of the Reserve Bank on the 31st March, 1945 for issue to treasuries. As in the case of the small coin depot balances, the balance of quaternary rupee coins held in stock is excluded from the general cash balance of Government.

PART IV—SUSPENSE.

193 The classes of transactions included under this head are the following —

Heads (1)	India		England Dr
	Dr (2)	Cr (3)	(4)
	Rs	Rs	£
Suspense Accounts		(a) 61,74,27,273	27,284,675
Transactions connected with Burma notes		20,62,63,623	
Purchases and Sales of Silver		29,89,79,185	
Sale of Lend/Lease Silver		12,21,95,727	
Cheques and Bills		4,43,68,350	
Departmental and Similar Accounts	4 52 40,590		
Transactions connected with the War, 1939	1,16,17,495		
Payments made to Reserve Bank for loss of currency due to enemy action	12,71,700		
Total	5,81 29,785	1,28,92,31,156	27,281,675
Net Cr	(a) 1,23,11,01 375		(b) 27,284,675

(a) It includes the following Investment Accounts —

	Rs
(i) Indian Railway Conference Association Employees' Provident Fund Investment Account	6,75,113
(ii) Sind, Punjab and Delhi Clergy Endowment Fund Investment Account	16,000
(iii) Staff Benefit Fund Investment Account	5,33,874
Total (See paragraph 217)	12,24,987
(iv) Cost of Government Promissory Notes and Investment Certificates held in imprest (See paragraph 215)	34,661
(v) Cash Balance Investment Account (See paragraph 203)	18,52,88,700
Total	18,65,48,348

(b) It includes £ 24,017,933 on account of investments detailed in paragraph 218.

SUSPENSE ACCOUNTS (INDIA)

Suspense Accounts (India)

191 The details of the balances are .—

Head	Central Provinces	Balu- chistan	Supply Accounts (Civil)	Food Accounts	American Purchase	Madras	Bombay
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Civil—							
Suspense Ac-							
count—							
Objection Book	—27,590	—70	—60,517	—4,33,045		—11,539	—21,513
Suspense							
Bushire Sus-	—1,52,222					.	
pense							
Discount on						—1,043	—1,05,191
Treasury Bills					.		
Reserves of		+496				+1,258	
Service Pay-							
ments							
Central Excises	+11,30,273					..	.
and Salt							
Suspense							
Other Suspense	—2,22,35,062	—46,370	—1,28,46,061	—9,129	—1,64,01,968	—3,38,240	+37,92,988
Accounts							
Central Ac-	—4,02,333		—14,30,056	—		.	.
counts Office							
Reserve Bank							
suspense							
English Stores	—50,240						
Suspense							
Cash Balance	—18,52,88,700						
Investment							
Account							
Discount Sink-	—10,07,69,322						
ing Fund							
Departmental	—2,27,336		—3,87,222	—1,684			—1
Adjusting Ac-							
count							
Civil Pioneer						+90,802	
Force Sus-							
pense							
Advance credit						.	
on account of							
Central trans-							
actions in non							
bank Provin-							
cial treasuries							
and sub-trea-							
suries							
Bonus on Loans	+49,16,000						
Purchase of re-	—1,03,453					.	
serve stock of							
tea-smoke							
equipment							
Cost of air rail	—4,30,430		—1,24,11,252				
precaution							
equipment							
purchased							
centrally							
Profit from cir-	+16,80,04,662						
culation of							
nickel, bronze							
and copper							
coins							
Advances to	—2,50,000						
electrical							
undertakings							
for A. P. P.							
measures							
Value of cur-							+80,44,45,709
rupee notes							
issued							

61,74,27,273

[CREDIT +, Debit—]

[illegible]

FINANCE ACCOUNTS, CENTRAL GOVERNMENT

Heads (1)	Central Revenue (2)	Bluchis- tan (3)	Supply Accounts (Civil) (4)	Food Accounts (5)	American Purchase (6)	Madras (7)	Bombay (8)
Rs Advances to the fund for the benefit of cotton grow- ers	Rs —2,29,75,363	Rs	Rs	Rs	Rs	Rs	Rs
Total Civil	—15,87,91,225	—45,944	—2,71,36,008	—4,50,336	—1,64,01,968	—2,58,762	+80,81,11,992
Posts and Tele graphs Defence							
Railways							
GRAND TOTAL							

FINANCE ACCOUNTS, CENTRAL GOVERNMENT.

Bengal	United Provinces	Punjab	Bihar	Central Provinces and Berar	Assam	North-West Frontier Province	Orissa	Sind	Total
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
.		..	..	.	..	..	.	..	—2,29,75,363
—29,94,615	—30,91,550	—38,81,588	+1,56,528	+99,820	—3,75,00,600	—6,06,971	+98,378	+8,04,617	+55,75,11,763
.		.		..	..	..	..	..	—26,85,264
				.	..	.			+3,85,04,068
			.	..	..	.	.	.	+2,40,96,701
			.	.	..	.	.	.	+61,74,27,273

Objection Book Suspense**Dr. Rs. 3,86,14,947**

195 This is the main suspense head upon the Civil books. The transactions under this head represent items, which, due to insufficient information or other reasons, cannot be allocated to the proper heads in the accounts. These entries are zealously watched, as there is a general rule that this head should not be operated upon without special orders in each case.

As in the case of balance under Objection Book Advances, the ledger balance under this head has to be agreed with the aggregate of the separate accounts in the objection books. The differences between the ledger and the broadsheet balances have been adjusted except Rs 5,784 under Central Revenues, Rs 11,303 under Supply Accounts (Civil), Rs 15,559 under Madras, Rs 1,31,526 under Bengal, Rs 551 under Bihar and Rs 517 under Assam. The bulk of the outstandings has been adjusted in the accounts for 1945-46.

Bushire Suspense**Dr. Rs. 1 52,322**

196 The net outstanding balance under this head includes a sum of Rs 1,25,725 being the balance of the amount recoverable from the Hedjaz Government for the cost of arms and ammunition supplied by the Central Government.

Discount on Treasury Bills**Dr. Rs. 4,78,535**

197 The debits under this head relate to discount in respect of treasury bills issued to the public which did not accrue during the year under report the debits being cleared by charge to revenue in the following year when the bill, paid off on maturity.

Recoveries of Service Payments**Cr. Rs. 2,05,554**

193 The balance has been verified and is being adjusted in the accounts for 1945-46.

Central Excises and Salt Suspense**Cr. Rs. 11,30,273**

199 This head accommodates the receipts and payments of the Central Excises and Salt Department excepting salt revenue receipts of the North Western India Circle, passed on by the Central and Provincial Treasury Officers through the Accounts Officers concerned for adjustment in the books of that Department. Other transactions relating to purchases made through the Supply and Other Departments are also adjusted through this head.

Other Suspense Accounts**Dr. Rs. 5,07,94,355**

200 This represents the net result of debit and credit balances of several suspense heads. The debit balance of Rs 2,22,35,062 under Central Revenues includes a credit of Rs. 5,54,724 under the suspense head "Security Purchase Account" and several debits representing amount of unadjusted items under departmental suspense heads. The former suspense head will be cleared on receipt of the orders of the Central Government when the scheme of repatriation of sterling debt is finally closed, while the latter are in course of adjustment. The net debit balance of Rs 1,28,46,961 under Supply Accounts (Civil) is mainly composed of debit balances under several suspense heads *viz* advances to clearing agents (Rs 17,07,647), stores purchase suspense (Rs 61,37,227), canteen stores purchase (Rs 17,25,960), rubber remittances (Rs 55,15,282), tin adjustment (Rs 8,28,107) standard cloth suspense (Rs 11,84,285) and other stock (Rs 93,23,742), and credit balance under several suspense heads *viz*, standard cloth control account (Rs 12,14,189) and chinese raw silk (Rs 34,48,360). The net debit balance under "American Purchases" is mainly composed of items adjusted under the suspense heads *viz* debits balances—overseas purchases suspense (Rs 1,74,86,558), canteen stores suspense (Rs 2,89,63,452), purchase in Dominions, Colonies, etc., (Rs 10,98,72,426) and Remittance suspense Lease Lend (Rs 37,27,698) and credit balance under Lease/Lend suspense (Rs 14,65,39,748). The adjustments of the outstanding balances are in progress.

Reserve Bank Suspense .. **Dr. Rs** 18,38,867

201. The head is intended for temporary accommodation of transactions affecting the central balances pending final adjustment on receipt of debits or credits from other Accounts Officers regarding the monetary settlement with other Governments

English Stores Suspense .. **Dr Rs** 50,249

202 Debits and credits on account of english stores which appear in the Home Accounts and which are required to be adjusted entirely and exactly in the Indian Accounts are taken under this head if they cannot be finally adjusted under the appropriate heads at once

Cash Balance Investment Account **Dr. Rs.** 18,52,83,700

203 The balance under this head includes Rs. 18,51,82,000 being the balance of rupee securities created in connection with the scheme of the repatriation of sterling debt and other Central Government loans created but remaining unsold on the 31st March, 1945 and a sum of Rs 1,08,500 being the value of the Reserve Bank shares held by Government under Section 4 (8) of the Reserve Bank of India Act II of 1934.

Discount Sinking Fund **Dr. Rs.** 10,07,89,322

204 The discount on rupee loans is charged in the first instance to this suspense head and is gradually written off by annual payments out of revenue, the instalment being calculated on a Sinking Fund basis The balance is distributed as shown below.—

	Dr Rs
4½ per cent loan, 1955-60 ..	30,83,182
4 " " 1960-70	4,23,88,365
3½ " " 1947-50	51,91,648
3 " " 1951-54	29,81,157
3 " " 1963-65	2,70,18,675
3 " " Funding Loan, 1966-68	1,91,06,882
2½ " " Loan, 1945-52	10,19,413
Total	10,07,89,322

Departmental Adjusting Account **Dr Rs** 33,54,992

205 This head is intended for the provisional adjustment of departmental receipts and payments which are entered by the treasuries in separate schedules

Civil Pioneer Force Suspense **Cr Rs** 3,52,387

206. The balance under this head represents advances of pay, etc, drawn by officers and men of Civil Pioneer Force out of imprest obtained by Commanding officers of units The credit balance is to be set off against debits raised by the Controllers.

Advance credit on account of Central transactions in non-

bank Provincial treasuries and sub-treasuries **Dr. Rs** 22,00,000

207 The balance represents the amount placed at the credit of the Governments of the United Provinces, the Punjab and the North-West Frontier Province as permanent deposits to cover the amount by which the Provincial balance is depleted on account of Central transactions in non-bank Provincial treasuries and sub-treasuries.

Bonus on Loans **Cr Rs.** 49,16,000

208 This head has been designed to accommodate the credits adjusted in each year's accounts by *per contra* debit to revenue under "22—Interest, etc" in respect of bonus payable on (i) 3 per cent Six Year Defence Bonds and (ii) 3 per cent Defence Bonds, 1946 during their currency beginning from 1941-42 till maturity The final payment of bonus on redemption of the loans in 1946-47 will be set off against the credits under this head in that year's account. It also includes a portion of the premium on sale of 3 per cent. Defence Bonds, 1946 created out of the Cash Balance Investment Account.

Purchase of reserve stock of tear smoke equipment Dr. Rs. 1,03,413

209 The balance has been verified and is under adjustment

Cost of air raid precaution equipment purchased centrally Dr Rs 1,28,41,088

210 The cost of stores, acquired and stocked in the A R P stores depots of the Central Government as a Central Reserve, is adjusted under this head which is cleared when recoveries in respect of issues are made from the consignees at the rates fixed by the Central Government

Profit from Circulation of Nickel, Bronze and Copper Coins Cr. Rs. 16 80,94 562

211 The balance under this head is composed of profits from circulation of (i) Nickel Coins (Rs. 20,22,97,472), and (ii) Bronze and Copper Coins (Rs 1,33,96,602, during the year 1944-45 less amount taken to Revenue Account of the year (Rs 4,75,99,512)

Advances to Electrical Undertakings for A R P. Measures Dr. Rs. 2,50,000

212 This head has been opened to record advances, made by the Central Government for construction works pending recovery on their completion

Value of One Rupee Notes issued Cr. Rs. 80,44,45,769

213 The balance represents the value of one rupee notes taken over by the Reserve Bank of India for issue (Rs. 81,00,00,000), less the share of receipts allocated to Burma (Rs 55,54,291).

Advances to the fund for the benefit of cotton growers Dr. Rs. 2,29,75,363

214 This fund accomodates debit for the advance made from the general revenues to make good the deficiency at any time when there is a debit balance under the head "Fund for the benefit of cotton growers"

Posts and Telegraphs Suspense Dr. Rs. 26,85,264

215 The balance is made up of :—

	Cr	Dr
	Rs	Rs
Stamp imposts held in cash by Telegraph Masters ..	14,980	
Trade Charges Money Orders ..		4,105
Savings Bank Investment Account		2,59,972
Miscellaneous	29,34,361	
Total ..	29,49,341	2,64,077
Net Dr. .	26,85,264	

Stamp imposts held in cash by Telegraph Masters.—The balances included herein have been verified with the broadsheets maintained in Audit Offices

Trade Charges Money Orders.—By a special arrangement with certain foreign countries, the value of articles sent by parcel post is collected from the addressees and the amounts so collected, technically called 'Trade Charges' are remitted to the senders by card money orders These amounts are placed under 'suspense' pending settlement with the Administration concerned.

Savings Bank Investment Account.—It is composed of :—

	Cr.	Dr
	Rs	Rs
Cost of Government Promissory Notes and Investment Certificates held in imprest (by the Deputy Accountant General, Posts and Telegraphs, Calcutta) for meeting the demands of Savings Bank depositors ..		34,661
Interest on Government Promissory Notes, due to living Savings Bank depositors ..	409	
Interest on Government Securities on behalf of deceased depositors ..	2,05,956	
Sale proceeds of Government Promissory Notes on behalf of deceased depositors	87,840	
Anticipatory interest on certain old loans	428	
Total ..	2,94,633	34,661
Net Cr. .	2,59,972	

Miscellaneous—It represents the net result of credits and debits taken to suspense for want of necessary particulars. It also includes a sum of Rs 1,30,176 being the balance under the head 'Miscellaneous Posts and Telegraphs Advances', which records the transactions in connection with the works executed for Railways, Canals, Military, etc., pending recovery from the Departments concerned and advance payments to contractors for departmental works pending adjustment.

Defence Suspense

Cr. Rs.

3,85,04,068

216 The balance is made up of the following items :—

Military Accounts Officers on whose books the balances are borne	Sale proceeds of surplus Military lands and buildings	Bonus to temporary employees of H M I Dockyard, Bombay and in Ordnance and Clothing Factories, etc	Other Suspense Accounts	Total
(1)	(2)	(3)	(4)	(5)
	Rs	Rs	Rs	Rs
North Western Army, Rawalpindi	+16,13,284	.	—11,588	+16,01,696
Military Accounts and Pensions, Lahore			—15,65,857	—15,65,857
Southern Command, Poona		+1,732	+50,482	+52,214
Central Command, Meerut			+5,77,339	+5,77,339
Naval Accounts, Bombay		+5,80,000	—2,652	+5,67,348
Supply Accounts, Defence, Delhi		.	+2,36,61,092	+2,36,61,092
Field Accounts (O and CH), Poona		.	—11,230	—11,230
Field Account (O & R), Ambala			+1,619	+1,619
Army Factory Accounts, Calcutta		+82,41,132	+44,71,633	+1,27,12,765
Eastern Command, Patna	+6,20,884	.	+2,75,881	+8,96,765
British Troops, Meerut			+15	+15
Military Railway Claims, Calcutta		+17,093	—6,791	+10,302
Total	+22,34,168	+88,39,957	+2,74,29,943	+3,85,04,068

The credit balance under column (2) against North Western Army brought forward from 1939-40, represents receipts accruing from the disposal of surplus military lands and buildings, held in suspense. The balance against Eastern Command represents the net balance of the amount realised from the sale of plots under the scheme for the Hastings Military Lands, Calcutta.

The balances under column (3) are payable at the end of the hostilities.

The balances under column (4) represent (i) amounts provisionally held under this head pending their readjustments in the accounts for the year 1945-46 and (ii) uncashed cheques on the 31st March, 1945 drawn on Military treasure chests.

Railway Suspense

.. .. Cr. Rs.

2,40,96,701

217. The balance is made up of :—

(i) Remittances into Banks	.. ..	Dr.	13,38,273
(ii) Cheques and Bills	.	Cr	3,50,82,004
(iii) Reserve Bank Suspense		Dr	84,22,043
(iv) Indian Railway Conference Association Employees' Provident Fund Investment Account		Dr	6,75,113
(v) Sind Punjab and Delhi Clergy Endowment Fund Investment Account		Dr	16,000
(vi) Staff Benefit Fund Investment Account	.. ..	Dr	5,33,874
Net Cr	..		2,40,96,701

Head (i) is operated upon as railway earnings are remitted into banks and treasuries. The balance represents unaccounted for remittances and the difference between the amount accounted for in the treasury accounts and the railway books.

Head (ii) represents uncashed cheques of the railways at the end of March, 1945.

Head (iii) records transactions other than those recorded under "Remittances into Banks" and "Cheques and Bills" respectively which are included in the accounts received from non-railway accounts officers and have been advised by them to the Reserve Bank for adjustment with railways. The reconciliation has been completed on all railways.

Head (iv) exhibits the investments made from the Indian Railway Conference Association Employees' Provident Fund in Government and other securities.

Heads (v) and (vi) record investments in Government Securities out of Sind Punjab and Delhi Clergy Endowment Fund and Staff Benefit Fund, respectively.

Suspense Accounts (England) Dr. £ 27,284,675

218. The details are :—

I —Accounts of the Secretary of State.

				Dr. £
Investments —				
(a) Deposit with H. M. Exchequer in respect of Railway Annuities				23,758,368
(b) Investments from cash balance				259,565
				<hr/> 24,017,933 <hr/>
Other items —				
(i) Discount on issue of India Loans				2,980,649
(ii) Purchase of India Stock, Premium				37,137
(iii) Purchase of Indian Municipal, etc., Stocks				4,951
(iv) Sterling Family Pension Funds (Transferred)				—4,019
(v) Bengal and North Western Railway Debenture Stock : Discount on issue				11,883
(vi) Account with the Government of Burma				—2,085
(vii) Balances with Sub-Accountants				164,718
(viii) Account with the High Commissioner for India				1,006
(ix) Miscellaneous				821
Total				<hr/> 3,195,061 <hr/>
Grand Total				<hr/> 27,212,994 <hr/>

II.—Accounts of the High Commissioner.

				Dr. £	Cr. £
(i) Balance with Sub-Accountants				21,271	.
(ii) Account with the Government of Burma				22,291	.
(iii) Account with the Secretary of State for India					1,006
(iv) Miscellaneous				29,125	.
Total				<hr/> 72,687 <hr/>	<hr/> 1,006 <hr/>
Net Dr.				<hr/> 71,681 <hr/>	
Total Suspense Accounts (England) Dr.				<hr/> 27,284,675 <hr/>	

219 The balances under these heads are explained below :—

SECRETARY OF STATE.

Investments —

Item (a) —The balance represents outstanding portion of an annuity receivable from H M Exchequer in exchange for a sum of £30,054,250 paid in September, 1942 to provide for the Railway Annuity payments falling due on and after 1st January, 1943

Item (b) —It represents book value of £231,500 Funding 4 per cent Loan, 1960-90, acquired in December, 1942, and held in the name of the Secretary of State. The original cost is being written down to par by half-yearly instalments.

Other items —

Item (i) *Discount on issue of India Loans* —Represents the balance outstanding on 31st March, 1945, of the amount of discount incurred on the issue of sterling loans since 1921-22, which is in course of adjustment by appropriate half-yearly instalments against Revenue.

Item (ii) *Purchase of India Stock, Premium* —It represents unadjusted portion of excess of cost over par value of £2,150,000 of various India stocks acquired in 1937-38 and cancelled in course of adjustment against Revenue by half-yearly instalments during the remainder of the currency of the stock concerned

Item (iii) *Purchase of Indian Municipal, etc., Stocks* —The balance represents the cost of sterling debentures of local authorities held by Government on the 31st March, 1945.

Item (iv) *Sterling Family Pension Funds (Transferred)* —The amount by which the annual receipts of subscriptions, etc., to the ' Transferred Section ' of each of the four sterling family pension funds exceeded or fell short of the amount of pensions paid, is payable to or recoverable from the Commissioners who now hold the capital of those Transferred Funds. Advances in respect of each year's transactions are made during the year. The balances at 31st March, 1945, are being adjusted in 1946-47

The particulars are :—

Amount due from or to the Commissioners —	Dr £
Superior Services (India) Family Pension Fund (Transferred)	6,072
Indian Military Service Family Pension Fund (Transferred)	—1,929
Indian Military Widows' and Orphans' Fund (Transferred)	—4,263
Indian Civil Service Family Pension Fund (Transferred)	—3,889
Net Debit Balance	—4 018

Item (v) *Bengal and North Western Railway Debenture Stock, Discount on issue* —The balance represents the outstanding amount of discount on issue of £ 2,500,000 Debenture Stock. This item has been finally cleared in 1945-46

Item (vi) *Account with the Government of Burma* —The amount represents the balance of transactions in the accounts of the Secretary of State for India which is adjustable with Burma. The balance has been adjusted during 1945-46.

Item (vii) *Balance with Sub-Accountants* —Represents fixed imprests and outstanding balances of advances given to Banks, Dominion Governments, etc., in respect of their payments on Indian accounts. The balances on the various accounts have been verified.

Item (viii) Account with the High Commissioner for India—This account has been introduced as from 1st April, 1937 for the purpose of facilitating financial adjustments between the High Commissioner's Office and the India Office. Formerly, an account current was maintained, receipts and payments by one office on behalf of the other being adjusted against the lump sum transfers of cash made by the Secretary of State to finance the High Commissioner's requirements, but as a result of the new procedure for the accounting and adjustment of Home transactions, whereby the cash requirements of the High Commissioner are drawn directly from the Reserve Bank, revision of the system became necessary. It was accordingly decided in agreement with the India Office, to deal with these transactions in the Suspense section through the medium of an account to be settled periodically in cash. The outstanding balance has been cleared in 1945-46.

Item (ix) Miscellaneous.—The balance consists of sundry payments in 1943-44 and 1944-45 which are in course of adjustment

HIGH COMMISSIONER

Item (i) Balance with Sub-Accountants—It represents balances formerly included in the cash balances, but which from the year 1934-35 have been transferred to a new sub-head under "Suspense"

Item (ii) Account with the Government of Burma—It represents the amount due from the Government of Burma in respect of payments made initially from the accounts of the High Commissioner for India

Item (iii) Account with the Secretary of State for India—See item (viii) above under Secretary of State

Item (iv) Miscellaneous—It is the net result of miscellaneous debit and credit balances and includes unadjusted debit balances of £25,194 and £3,304 from advances made to the Union Government of South Africa and the Government of Australia respectively, on account of leave salaries and pensions of officers being paid in South Africa and Australia. Adjustment has been effected in 1945-46

Transactions connected with Burma Notes	Cr Rs.	20,62,63,623
---	--------	--------------

220 The assets transferred by the Reserve Bank against the liability for Burma notes taken over by the Central Government is credited to this head while the payments made by the Reserve Bank from time to time in encashment of Burma notes are correspondingly debited to it. The balance is in course of adjustment during the year 1946-47.

Purchases and Sales of Silver	Cr. Rs.	29,89,79,185
-------------------------------	---------	--------------

221 This head replaces the head "Gain or Loss on Revaluation, Sale, Transfer, etc., of Assets of the Paper Currency Reserve—Losses on Sale of Silver" which was formerly used as a suspense head to accommodate the book losses arising out of sales of Currency Reserve Silver. The sum of the loss on sales of silver since the commencement of selling operations and the unadjusted balance under the suspense head "Sales of Silver" were taken as the opening balance of this head on the 1st April, 1935. The equivalent of surplus sterling assets which lapsed to Government on the closing down of the Gold Standard Reserve, after allowing for Rs 10 crores retained to constitute the Silver Redemption Reserve, was taken to the credit of this head in the accounts for 1935-36. The value of silver transferred for quaternary coinage and the net profit from the circulation of quaternary coins are also credited to this head. Debits to this head consist mainly of (a) payments to the Reserve Bank for return of coin under Section 36 (1) of the Reserve Bank of India Act, except in so far as such payments to be made in the form of sterling assets from the Silver, Redemption Reserve, (b) amount of standard silver rupees returned by the Reserve

Bank in exchange of quaternary rupees and (c) incidental charges connected with silver sales including shipment of silver.

The following are the details of the balance.—

	Dr Rs	Cr Rs
Central Revenues		20,77,97,821
Bombay	9,06,35,067	
Bengal		5,27,25,511
Punjab		12,90,90,920
	<hr/> 9,06,35,067	<hr/> 38,96,14,252
Net credit		<hr/> 29,89,79,185

Sale of Lend/Lease Silver

Cr. Rs. 12,21,95,727

222 This head has been opened in the books of the Accountant General, Bombay in the accounts for 1944-45 to record transactions for the prices of Silver sold to the Public and the element of customs duty included in the sale prices. The details are—

(1) Prices of Silver excluding customs duty	Cr Rs	11,39,84,591
(2) Element of customs duty included in the price of Silver	Cr Rs	82,11,136

Cheques and Bills

Cr. Rs. 4,43,68,350

223 The following are the details—

	Rs
Pre-audit and Departmental Cheques Central Revenues	2,41,553
„ „ „ „ Supply Accounts (Civil)	1,96,83,543
„ „ „ „ Food Accounts	1,42,92,852
„ „ „ „ Madras	1,57,590
„ „ „ „ Bombay	63,06,426
„ „ „ „ Bengal	30,82,019
„ „ „ „ United Provinces	47,521
„ „ „ „ Punjab	4,91,223
„ „ „ „ Central Provinces and Berar	26,426
„ „ „ „ Assam	—10
„ „ „ „ North-West Frontier Province	10,919
„ „ „ „ Sind	28,288
Total	<hr/> 4,43,68,350

The credit balances represent the value of cheques issued but remaining unpaid on the 31st March, 1945. Differences between the broadsheet and the ledger balances have been adjusted except Rs 15 in Madras and Rs 464 in Bengal. The debit balance under Assam has been adjusted in the accounts for 1945-46.

Departmental and Similar Accounts

Dr Rs 4,57,40,590

224 The debit balance under this head is composed of cash balances in the hands of several disbursing officers of different departments. These do not form part of general cash balance of Government.

Civil Departmental Balances—

Central Revenues	17,90,408
Baluchistan	6,182
Supply Accounts (Civil)	242
Madras	3,25,884
Bombay	1,20,326
Bengal	24,79,822
United Provinces	68,834
Punjab	5,27,678
Central Provinces and Berar	15,685
North-West Frontier Province	37,873
Orissa	13
Coorg	110
	<hr/> 53,73,057

Posts and Telegraphs Cash Balances

3,49,67,906

	Dr Rs.	Dr Rs.
Defence Services Cash Balances—		
North-Western Army, Rawalpindi	2,53,743	
Military Accounts and Pensions, Lahore	—56,99,934	
Southern Army, Poona	16,93,446	
Central Command Meerut	1,71,562	
Naval Accounts, Bombay	11,80,767	
Eastern Command, Patna	—8,41,443	
Supply Accounts (Defence)	883	
	<hr/>	—32,40,976
State Railway Cash Balances—		
Revenue Account	81,39,962	
Capital Account	641	81,40,603
	<hr/>	
Total Dr.		4,52,10,500

Civil Departmental Balances Dr. Rs. 53,73,057

225. The details are.—

Public Works	7,61,958
Salt and Customs	23,30,672
Mint	1,31,835
Other Departments	21,45,592
	<hr/>
Total	53,73,057

The balances agree with those shown in the departmental accounts except for a difference of Rs 8,104 under Bengal, Rs. 13 under United Provinces and Rs. 4,584 under Punjab

Posts and Telegraphs Cash Balances Dr Rs. 3,49,67,968

226 The balances represent cash and stamps in the hands of Postmasters and cash in the hands of other disbursing officers of the department on the 31st March 1945. The balances have been verified with the separate cash balance certificates received from the Postmasters, Telegraph Masters, etc., except in 16 cases. The certificate of cash balances on the 31st January, 1942 from the Port Blair Radio Office is not available. The sanction of the Central Government to write off the balance is awaited.

Defence Services Cash Balances Dr. Rs. —32,40,976

227. These are made up of (i) debit balances representing the actual cash balance on the 31st March, 1945 in the hands of Military Treasure Chest Officers and other disbursing officers of the department and (ii) credit balances representing the amounts due to Officers Commanding Units and Formations on account of undrawn pay and allowances of British soldiers and airmen.

State Railway Cash Balances Dr Rs. 81,40,603

228 The amount represents cash balances in the hands of the disbursing officers on the 31st March, 1945. Certificates regarding the verification of cash are still awaited in a few cases on the North Western and Great Indian Peninsula Railways

The loss of cash on the Great Indian Peninsula Railway amounting to Rs 15 due to fire and Rs 20 due to theft has been written off under the sanction of the competent authority and the amounts have been adjusted in the accounts for 1945-46.

Transactions connected with the War, 1939

Dr Rs.

1,16,17,495

229. The following are the details :—

(Credit + Debit—)

Heads of Account (1)	Central Revenues (2)	Madras (3)	Bombay (4)	Bengal (5)	United Provinces (6)	Total (7)
	Rs	Rs	Rs	Rs	Rs	Rs
Advances Repayable		—3,710	.	+4,446		+736
Cost of Reserve Stock of equipments for training of war technicians	—12,73,584	—1,628		—10,205		—12,85,417
Expenditure on British subjects (other than Indians) evacuated to India	.		—4,85,744	.		—4,85,744
Expenditure on evacuees from war zones		—1,91,514	—7,07,811	.	—4,86,023	—13,85,348
Cost of Air Raid Protection equipment supplied centrally		—2,517		.		+2,517
Expenditure in connection with internees	—85,21,209	.				—85,21,209
Expenditure in connection with the maintenance of Japanese Consular Officials	+38,768				.	+38,768
Undisbursed pay of members of Civil Pioneer Force		+18,202	.			+18,202
Total	—97,56,025	—1,76,133	—11,93,555	—5,759	—4,86,023	—1,16,17,495

Advances Repayable

Cr Rs.

736

230 The amount represents advances for cultural uplift of evacuees in Madras and recoveries of advances received by dependants of deceased lascars killed in enemy action in Bengal

Cost of Reserve Stock of equipments for training of war technicians

Dr. Rs.

12,85,417

231. This head has been opened to record transactions on account of value of stores supplied to different training centres under the Technical Training Scheme.

The differences between the ledger and the broadsheet balances in Bengal are under reconciliation.

Expenditure on British subjects (other than Indians) evacuated to India

Dr. Rs.

4,85,744

Expenditure on evacuees from war zones

Dr. Rs.

13,85,348

232 These heads have been created for exhibiting transactions connected with advances and other financial assistance afforded to evacuees initially charged thereunder pending adjustment under the final head of accounts as ordered by the Central Government

Expenditure in connection with internees

Dr. Rs.

85,21,209

233 The above minor head has been opened to accommodate the expenditure on civil enemy prisoners. The expenditure on internees will be apportioned between the various countries from which they have been brought.

Expenditure in connection with the maintenance of**Japanese Consular Officials**

Cr. Rs.

38,768

234 This minor head has been opened to record expenditure concerning Japanese consular officials in India. The suspense head is to be cleared from the Japanese official funds.

Undisbursed pay of members of Civil Pioneer Force Cr. Rs. 12,202

235 The balance represents an erroneous credit which has been adjusted in the accounts for 1945-46

Payments made to Reserve Bank for loss of
currency due to enemy action .. Dr. Rs. 12,71,700

236 The amount comprises payment to the Reserve Bank in respect of balances of notes and coins held in the Port Blair currency chest presumed to have been lost due to enemy action The question of clearing the suspense head is under consideration.

PART V.—MISCELLANEOUS.

237 The details are,—

India	..	.	..	.	Cr. Rs.	6,539
England	..	..	..	..	Cr. £	177,523

India—The credit balance represents the amount of the contribution money received in excess from the Bikaner Durbar towards its share of expenditure on the Sutlej Valley Project and is being adjusted in the accounts for 1945-46.

<i>England</i> —The balance is accounted for by the—						Cr. £
Secretary of State	.	.	..	.		51,517
High Commissioner	..	..	..	.	..	126,006
Total						177,523

The credit balance in the books of the Secretary of State includes a sum of £9,402 on account of British Income Tax collected at the India Office not paid over to H M Imperial Government by the 31st March 1945 but adjusted in 1945-46.

It also includes the sum of £41,873 pertaining to miscellaneous receipts and credits in course of adjustment.

The credit balance shown against High Commissioner is the result of various credit items Most of the items have been adjusted in 1945-46.

SECTION Q—LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT

Dr. Rs. 77,85,31,793

238 This section is sub-divided into the following divisions —

	Dr. Rs
Advances to Provincial Governments	63,65,64,668
Advances to Crown Representative	14,83,045
Loans to Indian States	2,40,16,811
Loans to Local Funds, etc	11,55,93,336
Loans to Government servants	8,73,933
Total	77,85,31,793

Advances to Provincial Governments

Dr. Rs. 63,65,64,668

239 The debit balance under this head represents the outstanding liability in respect of the loans granted by the Central Government to the Provincial Governments. It includes the balances of the liabilities of the Provincial Governments to the Provincial Loans Fund on the 31st March, 1937 which were not cancelled under the scheme for the decentralisation of balances and the cancellation and consolidation of debt on the introduction of Provincial Autonomy. The capitalisation of subvention and repayment of the Lloyd Barrage Debt by the Government of Sind (Rs 14,71,27,330) has been brought to account by means of correction in balances without any financial adjustment during the year.

The amounts of the balances of loans outstanding against the Governments concerned are given below .—

	Dr Rs.
Madras	4,11,58,428
Bombay	17,36,76,084
Bengal	9,79,51,200
United Provinces	20,20,80,325
Punjab	7,95,10,708
Bihar	9,64,000
Central Provinces and Berar	1,97,55,442
North-West Frontier Province	7,40,262
Orissa	16,39,800
Sind	1,90,87,519
Total	63,65,64,668

Advances to Crown Representative Dr. Rs. 14,83,045

240 The balance represents the outstanding liability in respect of the advances made by the Central Government to the Crown Representative for loans to Indian States, Notabilities, etc. The following are the details of the balance —

Heads.		Central Revenues	Bombay.	Bengal.	Orissa	Sind.	Total.
(1)		(2)	(3)	(4)	(5)	(6)	(7)
		Rs.	Rs	Rs.	Rs	Rs	Rs.
Loans to Indian States	Dr	3,731	30,190		15,881		49,802
Loans to Notabilities	„	58,952				3	58,955
Other Advances	„	95,411	..	12,78,877	.	..	13,74,288
Total	..	1,58,094	30,190	12,78,877	15,881	3	14,83,045

The balances on the books of the Accountant General, Central Revenues, consist of amounts outstanding against the Shahpura State in Rajputana (Rs 3,731), Mirza Khairuddin of the Delhi Family (Rs 58,952) and Abu Municipality (Rs 95,411). An advance repayment of (Rs 1,51,866) was made by the Shahpura State towards the principal of the loan with the approval of His Excellency the Crown Representative.

The balance of Rs 30,190 in the Bombay books represents the balance of advances made by the Central Government to the Crown Representative for loans to Indian States in the Western India States Agency. Acknowledgment is awaited in one case.

The balance of Rs 12,78,877 under 'Other Advances' in Bengal represents the amount of loans granted to the Eastern States Joint Police Fund and is sub-divided into the following two detailed heads —

							Dr Rs
Recurring	.	.	..	..	..	..	5,47,334
Capital	..	.	.	.	..	..	7,31,543
						Total ..	<u>12,78,877</u>

The loan for recurring expenditure is free of interest while that for capital expenditure bears interest.

The balance of Rs. 15,881 under Orissa represents the outstanding amount of the loan of Rs 30,000 advanced by the Crown Representative to Rampur State during 1941-42. This loan bears interest at 4 per cent per annum and is repayable by the Durbar in six annual equated instalments.

The sum of Rs 3 in Sind represents the outstanding balance out of the advance of Rs 6,000 made to Mir Khuda Yar Khan, son of His Highness Mir Abdul Hussain Khan Talpur. The amount has been recovered in the year 1945-46.

Loans to Indian States Dr. Rs. 2,40,16,811.

241 It represents (i) the balance of loans made by the Central Government to Indian States prior to 1st April, 1937 and (ii) loans to Indian States subsequent to that date in pursuance of direct arrangement with the States, in most cases a business one. The following are the details —

							Dr. Rs
Central Revenues	.	..	..	..	..	..	8,14,486
Madras	.	.	..	..	..	.	43,42,137
Bengal	.	..	..	.			3,21,106
Punjab			..	..	..		1,84,09,082 "
North-West Frontier Province	..	..	..	..	..		1,30,000
						Total ..	<u>2,40,16,811</u>

The balance on the books of the Accountant General, Central Revenues, consists of outstandings against the Bundi, the Jaisalmer and the Tonk States. In the case of loans to the Tonk Durbar, an advance repayment of Rs. 50,000 was made by the Durbar during the year.

The balance on the books of the Accountant General, Madras, represents the amount of loans advanced to the Governments of Cochin and Mysore. As regards the loan to the Mysore Government, the details of allocation of the outstanding amount have been called for to determine the portion that is recoverable.

The balance in Bengal represents the balance of the loan to the Tripura State.

The balance in the Punjab represents the balance of the loan due from the Bahawalpur State in connection with the State portion of expenditure on the Sutlej Valley Project. During the year under report, the State paid Rs 1,98,50,000 on account of prepayment and Rs 1,03,67,669 on account of sale proceeds of land and town sites towards the liquidation of the State portion of expenditure on the Sutlej Valley Project, besides the two usual half yearly instalments. A discount of Rs 16,70,129 was allowed for the year 1944-45 to the State on prepayments. The loan in connection with the account current transactions has been repaid in full during the year with the approval of the Central Government. As under the terms of the agreement it is not possible for the Bahawalpur Durbar to verify the balance of the loan on account of the Sutlej Valley Project at the end of each year, the Auditor General of India has dispensed with the annual certificate of acceptance by the Durbar.

The balance in the North-West Frontier Province represents loans outstanding against two Indian States. These loans are free of interest.

242. The following are the details :—

Heads.	(1)	Central Revenues	(2)	Baluchis- tan	(3)	Madras.	(4)	Bombay	(5)	Bengal	(6)	Bihar	(7)	North- West Frontier Province	(8)	Coorg	(9)	Defence	(10)	Posts & Telegraphs	(11)	Total	(12)
Loans to Major Port Trusts and Port Funds		Rs.		Rs.		Rs.		Rs.		Rs.		Rs.		Rs.		Rs.		Rs.		Rs.		Rs.	
Loans to Municipalities		53,55,516		5,07,300		1,51,77,895		3,31,22,837		57,83,772				.		12,763		3,61,40,354 ₃				5,43,84,104	
Regimental and other Loans					58,76,500	
Loans to District and other Local Fund Committees		56,49,045		..		.		81,000		.		1,00,339		.		.		.		..		59,20,183	
Loans to Landholders and other Notabilities		.		17,515		.		.		.		.		.		.		.		..		17,515	
Advances to Cultivators		6,82,466		3,01,091		..		..		..		88,932		88,932		4,06,210		.		..		14,79,599	
Advances under Special Loans		47,90,234		..		..		..		..		.		.		.		.		..		47,90,214	
Miscellaneous Loans and Advances		68,67,041		20		.		.		.		7,560		39,015		.		.		170		69,81,527	
Total		2,33,44,902		8,20,565		1,51,77,895		3,35,03,837		57,83,772		2,67,998		1,27,669		4,10,975		3,61,40,354		170		11,55,93,336	

Loans to Major Port Trusts and Port Funds .. Dr. Rs. 5,43,84,104

243. The balances are composed of the following :—

				Rs.
Madras	(i) Madras Port Trust	..	..	91,44,493
	(ii) Cochin Port Fund	..	..	54,59,302
	(iii) Vizagapatam Port	..	..	5,74,100
Bombay	(iv) Bombay Port Trust	..	..	3,34,22,837
Bengal	(v) Chittagong Port Fund	..	..	57,83,372
	Total	..	..	<u>5,43,84,104</u>

Item (ii) represents the balance of loans due from a Landing and Shipping Dues Fund which has been amalgamated with the Port Fund. In respect of an interest-free loan of Rs 3 lakhs included under this item, no repayment has been made. The fixation of the terms for its repayment has been ordered by the Central Government to be deferred until repayment of loans advanced for the Fourth Stage Works of the Harbour is completed or till the working of the Port shows a satisfactory surplus after providing for the repayment of instalment for the Fourth Stage Works loans. Item (iii) includes an interest-free loans of Rs 14,900 and Rs 5,59,200 granted during 1941-42 and 1942-43 to cover the deficit in the Port Fund Accounts. The loans are repayable when a surplus is available.

Loans to Municipalities .. Dr. Rs. 58,76,590

244 The balance under this head is made up of Rs 31,637, Rs. 4,18,474 Rs 49,05,405 and Rs 5,07,309 being the balances of loans granted to Ajmer, Delhi, New Delhi and Quetta Municipalities respectively. The remaining balance of Rs 13,765 relates to Coorg and represents the balance of a loan granted to the Virajpet Municipal Committee for water supply scheme. The Quetta Municipality was allowed to commence the repayment of loans aggregating Rs. 5,48,000 from 1943-44 up to which year only interest was payable.

Regimental and other Loans (Defence) .. Dr. Rs. 3,61,40,354

245 The amount is made up of Rs 3,48,45,855 representing advances to Canteen Stores Department of the Canteen Services, India and Rs 12,94,499 being the balance due from the Poona Cantonment Board and the net deficit on the working of Vizagapatam Port. One acknowledgment is outstanding.

Loans to District and other Local Fund Committees .. Dr. Rs. 59,20,383

246 The balance of Rs 56,49,045 under Central Revenues is made up of Rs 21,000 and Rs 56,28,045 representing the balances of loans to the Notified Area Committee, Shahdara and the Delhi Improvement Trust respectively. The amount outstanding on the books of the Accountant General, Bombay, (Rs 81,000) represents the balance of loan granted to the Civil Administration, Kamaran for Kamaran Quarantine Station Fund. The remaining balance of Rs 1,90,338 relates to Bihar and represents the aggregate balance of the two loans granted to the Ranchi European Mental Hospital.

Loans to Landholders and other Notabilities .. Dr. Rs. 17,545

247 The entire balance relates to loans granted to three chiefs in Baluchistan.

In one case the annual instalment due during 1944-45 was not paid. The matter was reported to the Central Government and orders for the recovery of the penal interest received. Acceptance certificate is awaited in one case.

Advances to Cultivators .. Dr. Rs. 14,79,599

248 The balances under this head represent outstandings on account of advances made under the Land Improvement Act, the Agriculturists' Loans Act and Loans under the Co-operative Societies Act. The detailed accounts of these

loans are maintained by the District and Revenue Authorities who are also responsible for watching the recoveries of principal and interest. The verification of these balances, therefore, consists chiefly in agreeing the ledger balances with the aggregate of the balances worked out in the broadsheets kept in the Civil Accounts Offices, the latter being reconciled with the administrative balances certified by the District or other responsible officers concerned.

Acceptance certificates have not been received in the case of Baluchistan. The balance under Central Revenues includes Rs 24,670 relating to Port Blair (Land Improvement Act, Rs 124 and Agriculturists' Loans Act, Rs 24,546). These amounts have been written off under orders of the Central Government. The acceptances of balances are awaited in three cases in the case of Coorg.

Advances under Special Laws .

Dr. Rs 47,90,234

249 The balance under this head is made up of Rs 47,45,356 being the amounts recoverable from the Delhi Joint Water Board and Rs 44,878 on account of advances made to the Istimrardars of Ajmer. The acceptance of the balance by the Commissioner, Ajmer-Merwara is awaited.

Miscellaneous Loans and Advances

Dr. Rs. 69,84,527

250 The balance on the books of the Accountant General, Central Revenues, is made up partly of the balances of loans granted to the New Delhi Gymkhana Club, the Young Women's Christian Association, Beawar Central Co-operative Bank Limited, Delhi Central Electric Power Authority, Limited and loans to Kazaks. In the case of the New Delhi Gymkhana Club, the certificate of the Government nominee to the effect that the conditions of the loans have been substantially fulfilled has been received. A sum of Rs 50,000 was paid by the Club towards the outstanding balance of the loan under special sanction of the Central Government which also sanctioned the raising of the annual instalment of repayment of loan. In the case of the Beawar Central Co-operative Bank, Limited, advance instalments were paid during the year under review towards the repayment of the principal of the loan. The balance in Bihar represents the aggregate balances of the two loans granted to the Rescue Station Committee, Dhanbad to enable it to meet the initial expenditure in connection with the establishment of the Rescue Stations. The balance in the North-West Frontier Province represents balances of (i) the loan of Rs 60,000 granted in 1939-40 to the Post Fund, Wana and (ii) the loan of Rs 28,000 granted in 1940-41 to the Post Fund, Razmak for constructing bazars at Wana and Razmak respectively.

The balance pertaining to Posts and Telegraphs represents advances granted to Motor Mail Contractors for fitting mail motors with producer gas equipment. The annual acknowledgments in acceptance of the balances are awaited.

Loans to Government Servants

Dr. Rs. 8,73,933

251 This sum represents the balance of temporary advances granted to Central Government servants for house-building, purchase of motor cars and similar purposes at prescribed rates of interest. The distribution of advances between Civil and Non-civil Departments is as follows —

					Dr. Rs
Civil Department Advances	..	..	..	..	2,36,809
Non-Civil Department Advances	..	..	..	..	6,37,124
				Total	8,73,933

Loans to Government Servants

Civil Department Advances

Dr. Rs. 2,36,809

252 The following are the details :—

Heads	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
		Central Reve- nues	Supply Ac- counts (civil)	Food Ac- counts.	Bala- chistan	Madras	Bom- bay	Bengal	United Pro- vinces	Punjab	Bihar	Central Pro- vinces and Berar	Assam	North- West Frontier Province	Sind	Orissa	Total
		Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
House-building advances		647						—356									291
Advances for the purchase of motor cars		15,937			1,627	3,775	3,219	—255	539						260		25,102
Advances for the purchase of other conveyances		1,11,211	41,645	13,753	5,112	2,088	6,781	4,557	1,465	2,419	1,256	157		2,042	1,439	2,316	196,241
Passage advances		4,790			759		3,528	4,932									14,009
Other advances						1,190		—20					—4				1,166
Total		1,32,585	41,645	13,753	7,498	7,053	13,528	8,858	2,004	2,419	1,256	157	—4	2,042	1,699	2,316	2,36,809

253 *House building advances* —The differences between the ledger and the broadsheet balances have been adjusted except Rs 65 (minus) in Central Revenues. In Bengal, the discrepancies are under adjustment.

254. *Advances for the purchase of motor cars* —The differences between the ledger and the broadsheet balances have been adjusted except Rs 50 in Central Revenues, Rs 218 in Baluchistan, Rs 55 in Madras and Rs 10 in United Provinces. The acceptance certificates have not been received in two cases in Madras, one case in Bombay and one case in United Provinces. In Bengal, the credit balance is under reconciliation.

255 *Advances for the purchase of other conveyances* —The differences between the ledger and broadsheet balances have been adjusted except Rs 488 in Central Revenues, Rs 5,264 in Supply Accounts (Civil), Rs 18 in Baluchistan, Rs 101 in Madras, Rs 140 in Bombay, Rs 250 in Bengal, Rs 41 in the United Provinces, Rs 20 in Punjab, Rs 51 in Bihar and Rs 32 in Sind. Certificates of acceptances are awaited in some cases in Central Revenues, a few cases in Supply Accounts (Civil), 50 cases in Food Accounts, 4 cases in Baluchistan, 58 cases in Madras, 16 cases in Bombay, 7 cases in United Provinces, 18 cases in the Punjab and 2 cases in Bihar. Under Central Revenues, a sum of Rs 128 has been written off during the year under report.

256 *Passage advances* —The difference of Rs 1,041 between the ledger and the broadsheet balances in Beluchistan is under settlement.

257 *Other Advances* —The credit balance under Bengal is being readjusted in the accounts for 1945-46. The balance under Assam represents erroneous adjustment under the head and has been rectified in the accounts for 1945-46.

Loans to Government Servants

Non-Civil Department Advances .. .

Dr. Rs. 6,37,124

258. The following are the details :—

Non-Civil Departments (1)	House- building Advances. (2)	Motor Car Advances (3)	Advances for the pur- chase of other convey- ances (4)	Passage Advances (5)	Other Advances (6)	Total. (7)
	Rs	Rs.	Rs	Rs	Rs	Rs
Posts and Telegraphs—						
Bearing Interest ..	660	50	2,14,042	240	200	2,15,192
Not bearing Interest .	..	2,700	—403	..		2,237
Total .	660	2,750	2,13,579	240	200	2,17,429
Defence—						
North Western Army, Rawalpindi ..	..	..	17,535		..	17,535
Military Accounts and Pensions, Lahore ..	..	..	1,15,572	.	.	1,15,572
Southern Army, Poona ..	..	..	13,717	..	.	13,717
Eastern Command, Patna	..	..	5,303	..	..	5,303
Central Command, Meerut	..	..	32,434	.	..	32,434
Air Forces, Dehra Dun ..	..	..	2,303	..	..	2,303
Army Factory Accounts, Calcutta ..	..	..	59,194	..	..	59,194
Military Railway Claims, Calcutta .. ..	..	..	1,488	..	..	1,488
Naval Accounts, Bombay	..	..	7,356	..	..	7,356
Audit Officer, British Troops, Meerut .. ..	..	..	4,192	..	..	4,192
Field Controller of Military Accounts, Poona .	..	..	17,020	..	..	17,020
Supply Accounts—(Defen- ce) Delhi . ..	..	..	7,151	..	..	7,151
Field Accounts (Other Ranks) Ambala ..	..	..	46,252	..	..	46,252
Total—Defence ..	..	..	3,29,517	.	.	3,29,517
Railways—Revenue Account		714	74,966	14,498	.	90,178
GRAND TOTAL ..	660	3,464	6,18,062	14,738	200	6,37,124

259 *Posts and Telegraphs* —In respect of “ House-building advances ” the balance is outstanding as the mortgaged house for the disposal of which a decree was issued by the court could not be sold out. The amount has been adjusted in the accounts of 1945-46.

In the case of advances for the purchase of motor cars the amount has been recovered and adjusted in 1945-46. The annual acknowledgments in acceptance of the balances under the head “ Advances for the purchase of other conveyances ” have been obtained except in 654 cases. Action has been taken to obtain the acknowledgments.

The acknowledgments in the cases of the outstanding balances under “ Passage advances ” and “ Other advances ” could not be obtained as the officials are on extraordinary leave without allowances in England. The matter is under correspondence.

In the cases of balances pertaining to advances not bearing interest, acknowledgment has been received in the case of “ Advances for the purchase of motor cars ” while in the case of “ Advances for the purchase of other conveyances ”, the matter is under correspondence.

There are seven cases of writes-off amounting to Rs. 455 during the year under report.

260 *Defence —Advances for the purchase of other conveyances* —The number of outstanding acknowledgments is 1,333. In addition to this, there are 328 items in respect of credits outstanding for want of debits. The Controllers concerned have been instructed to obtain acknowledgments as soon as possible.

261 *Railways* —The acceptances of the balances have been obtained from the officers concerned except in certain cases on the East Indian, Bombay, Baroda and Central India, Great Indian Peninsula and North Western Railways. Recoveries were duly made during the year except in a few cases on the Great Indian Peninsula, the Bombay Baroda and Central India, the East Indian and the North Western Railways. Steps are being taken to set right the same during 1945-46.

SECTION S.—REMITTANCES

{ INDIA .. Dr. Rs. 15,22,36,830
 { ENGLAND Dr. £ 25,066,040

262 This head consists of:—

Heads of Accounts (1)	India		England
	Cr (2)	Dr (3)	Dr. (4)
	Rs	Rs.	£
I—Remittances within India—			
Money Orders	5,01,29,970	..	.
Cash Remittances and Adjustments between Officers rendering accounts to the same Accountant General or Comptroller		7,90,35,401	..
Reserve Bank of India Remittances	47,519	..	.
Remittances adjusted on the Central Books	23,81,882		..
Adjusting Account between Central and Provincial Governments		88,56,894	.
Adjusting Account with Railways		60,08,126	.
Accounts with Provinces, etc	7,96,683		.
Accounts between Departments		11,50,81,853	.
Transfers between Railways	87,124		
Total I—Remittances within India	5,34,46,178	20,89,82,271	
II—Remittances between England and India—			
Remittance Account between England and India	32,99,266		25,066,039
Total—Remittances	5,67,45,444	20,89,82,271	.
Net Total		15,22,36,830	25,066,039

I.—REMITTANCES WITHIN INDIA—

Money Orders .. Cr. Rs. 5,01,29,970

263 The balance under this head represents the difference between the receipts and payments in respect of Inland Money Orders issued of the years 1913-44 and 1944-45. The accounting process is not, however, complete unless the ledger balance has been reconciled with the actual amount of unpaid Money Orders picked out from the lists of Money Orders issued. In practice there are always some differences between the two sets of accounts due to errors in the various stages of work done in Post Offices and the Audit Offices. As these differences represent the extent to which accounting methods fall short of an absolute standard of efficiency, they are reported annually to the Auditor General of India to enable him to judge the efficiency of audit in this field. The amount of unexplained difference at the end of 1944-45 in respect of Money Orders issued in the year 1912-43 reported to the Auditor General was Rs 6,90,479. A sum of Rs 1,283 involving four hundred and fifty-eight cases was written off during the year under report.

Cash Remittances and Adjustments between Officers rendering accounts to the same.

264 The following are the details .—

Heads of Account (1)	Central Revenues (2)	Supply Accounts (Civil) (3)	Balu- chistan. (4)	Madras (5)	Bombay (6)	Bengal (7)	United Pro- vinces (8)
	Rs	Rs	Rs	Rs	Rs.	Rs	Rs
Civil—							
Cash Remittances between Treasuries				+8,453			
Salt Remittances	..			—680,296	—1,12,864		
Forest Remittances	—21		+46,209	.	—73,077	—1,505	+2,80,463
Quaternary Rupee Remittances				.	28,00,000		.
Public Works Remittances	—3,45,33,032	.	—4,47,724	—95	—4,08,347	—19,36,784	+7,16,831
Transfers between Public Works Officers	—2,39,08,591		—3,398		..	..	.
Transfers between Supply Accounts Officers		+17,65,965					
Mint Remittances					+1,09,400	+1,78,954	
Small Coin Depot Remittances	—2,22,520		.	—1,45,411	—1,23,835	—9,20,536	—1,12,900
Miscellaneous Remittances	+5,631			—5,368	—68,015	+1,298	
Baluchistan Suspense			—2,44,370				
Coorg Suspense	.		..	.	..
Total	—5,86,58,533	+17,65,965	—6,49,283	—8,22,717	—34,16,729	—20,78,573	+8,84,399
Departmental—							
Transfers between Officers of Military Engineer Services	.		..	..	..	..	..
Post and Telegraphs Remittances ..				..	..	..	.
GRAND TOTAL	—5,86,58,533	+17,65,965	—6,49,283	—8,22,717	—34,16,729	—20,78,573	+8,84,399

Accountant General or Comptroller Dr. Rs. 7,90,35,401

(Credit+, Debit—)

Punjab (9)	Bihar (10)	Central Provinces and Berar (11)	Assam (12)	North West Frontier Province. (13)	Orissa (14)	Sind (15)	Coorg (16)	Total (17)
Rs	Rs	Rs	Rs.	Rs	Rs	Rs	Rs	Rs
	..				.	..	—3,500	+4,953
	..		..	..		.		—7,93,160
		+91,549	+42	+2,08,093	+5,23,972	.	—13,993	+10,61,737
	.	..		..	—	.	.	—23,00,000
+4,853	+49,731	+2,15,625	+6,431	.	—50		+8,956	—3,63,23,605
..	..	..	..	..	..	..	.	—2,39,11,989
								+17,65,965
..	..	..	..	..	..	.	..	+5,61,470
+2,13,107	..			.	..	.	..	—15,30,052
—16,350		—1,500	+13,000	..	..	.	..
..	..	..	..	.	—40	—1,770		—68,264
..	..	..	.	.	.	.		—2,44,370
	..	..	..	.	..	.	+3,334	+3,334
+2,01,610	+49,731	+3,05,674	+19,473	+2,08,093	+5,23,882	—1,770	—5,203	—6,22,73,981
..	..	..	..	..	..	..	..	—43,24,688
..	..	..	..	..	..	..	..	—1,24,36,732
+2,01,610	+49,731	+3,05,674	+19,473	+2,08,093	+5,23,882	—1,770	—5,203	—7,90,35,401

265 This head comprises two different kinds of transactions, one being remittances in actual cash between treasuries and departments rendering accounts to the same Accounts Office, each separate remittance of this kind is watched through a remittance register. The transactions of the other class are purely book adjustments made within the accounts of the same Accounts Office, which are watched through separate registers maintained for the purpose

266 *Forest Remittances* —Differences of Rs 8,656 under Bombay and Rs 2,359 under United Provinces between broadsheet and ledger balances are under reconciliation

267 *Quaternary Rupee Remittances*.—The whole balance has been cleared in the accounts for 1945-46.

268 *Public Works Remittances* —Differences of Rs 3,11,36,831 under Central Revenues, Rs 5,73,914 under Baluchistan, Rs 46 under United Provinces, Rs 10,421 under Bihar, Rs 13,318 under Punjab and Rs 265 under Assam between broadsheet and ledger balances are in course of settlement

269 *Transfers between Supply Accounts Officers* —A debit balance of Rs 13,12,273 has been adjusted in 1945-46 raising the net credit balance outstanding to Rs 30,78,238.

270 *Mint Remittances* —The credit balance in Bengal represents excess of unadjusted credits over unadjusted debits. The sum of Rs 15,382 is under settlement and will be adjusted in the accounts for 1945-46 The net credit balance under Bombay comprises of debit items aggregating Rs 21,740 and credit items amounting to Rs 1,91,149 Major portion of debit amount pertains to value of uncurrent-silver coins transferred to Surplus Silver Stock Account and has been cleared in the accounts for 1945-46 A portion of the credit items pertains to defective quaternary coins found in the currency remittances and the same is being cleared in 1945-46 The credit balance under Punjab has been adjusted in the accounts for 1945-46.

271 *Small Coin Depot Remittances* —The sums of Rs. 86,370 and Rs 3,000 in Madras and Assam respectively are under adjustment

272. *Baluchistan Suspense* —This head appears on the books of Central Revenues and Baluchistan It is a running account of transactions originating in the accounts of Central Revenues on account of Baluchistan and in the accounts of Baluchistan on account of Central Revenues The balance represents the balance of transactions between the accounts of Central Revenues and Baluchistan which could not be adjusted completely in the year under report

273 *Coorg Suspense* —This head represents similar transactions between Coorg and Madras in the books of the Accountant General, Madras

274 *Transfers between Officers of the Military Engineer Services* —The unadjusted balance under this head mainly representing the cost of stores, etc, transferred between the Officers of the Military Engineer Services is being cleared during 1945-46.

275 *Posts and Telegraphs Remittances* —The balance under this head is composed of :—

	Dr Rs
(1) Transfers between Postal and Telegraph Officers within the jurisdiction of the same Audit Office	16,24,908
(2) Transfers between Postal and Telegraph Officers within the jurisdiction of other Audit Offices	1,08,11,824
Total	1,24,36,732

The balances are being adjusted in the accounts for 1945-46.

Reserve Bank of India Remittances**Cr. Rs. 47,519**

276 A scheme was introduced by the Reserve Bank of India with effect from the 1st October, 1940 to standardise and extend remittance facilities throughout India and Burma. At places where the Reserve Bank has no offices of its own or is not represented by offices or branches of the Imperial Bank, the issue and payment of telegraphic transfers and drafts on Reserve Bank account is undertaken by Government treasuries and sub-treasuries as "Treasury Agencies" of the Bank. Receipts and payments taking place in treasuries on this account are accounted for under this head, and are initially carried against Government balances until cleared with the Bank through daily advices of drawings and encashments. The debits and credits booked under this head are ultimately cleared by corresponding adjustments under the head "Reserve Bank Deposits."

The details of the balance by circles of account are as under—

		Rs
Central Revenues	Cr	10,08,939
Supply Accounts (Civil)	Cr	627
Bombay	Dr	9,37,624
Punjab	Dr	2,276
Assam	Dr	400
Coorg	Dr	21,747
	Net Cr	47,519

The outstanding balances were due to late receipt of treasury schedules after the close of the accounts for March 1945

Remittances adjusted on the Central Books (Central**Adjusting Account for 1944-45)****Cr. Rs. 23,84,882**

277 The above balance is made up of (i) Dr Rs 55,961 and (ii) Cr Rs 24,40,843. The items included therein have mostly been adjusted already in the accounts for 1945-46 and the remaining items are also expected to be cleared in the accounts for the same year

Adjusting Account between Central and Provincial Governments**Dr. Rs. 88,56,894**

278 The transactions between the Central and the Provincial Governments are settled by the correction of their respective balances through the Reserve Bank of India. Until this correction is effected, the transactions are kept in the books of the originating Accounts Circle under the head "Adjusting Account between Central and Provincial Governments." The above balance represents the outstanding amount for which monetary settlement could not be effected in the Reserve Bank's accounts for the year 1944-45

FINANCE ACCOUNTS, CENTRAL GOVERNMENT.

Adjusting Accounts between Central and 279. The details of the balance by circles

Circles of account (1)	Central Revenues (2)	Supply Accounts (Civil) (3)	Food Accounts (4)	Madras (5)	Bombay (6)	Bengal (7)
	Rs	Rs	Rs	Rs	Rs	Rs
Adjusting Account between Central Revenues and Supply Accounts, Civil		- 4,89,353				
Do Controller of Food Accounts			+1,740			
Do Madras	-36,04,492			+6,26,829		
Do Bombay	-4,54,005				-1,74,122	
Do Bengal	-3,80,903					-4,60,716
Do United Provinces	-7,58,519					
Do Punjab	-12,49,014					
Do Bihar	-10,29,569					
Do Central Provinces and Berar	+1,32,376					
Do Assam	-55,935					
Do North West Fron tier Province	-11,664					
Do Orissa	+47,241					
Do Sind	-35,059					
Total	-73,99,543	-4,89,353	+1,740	+6,26,829	-1,74,122	-1,60,716

Provincial Governments— *concl'd*

of account are given below —

(Credit+, Debit—)

United Provinces (8)	Punjab (9)	Bihar (10)	Central Provinces and Berar (11)	Assam (12)	North-West Frontier Province (13)	Orissa (14)	Sind (15)	Total. (16)
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
								—4,89,353
								+1,740
								—29,77,663
								—6,28,127
								—8,41,619
—18,01,659								—25,60,178
	—13,25,569							—25,74,583
		—67,746						—10,97,315
			—4,01,805					—2,69,429
				+31,71,388				+31,15,453
					—1,55,387			—1,67,051
						—14,262		+32,979
							—3,66,689	—4,01,748
—18,01,659	—13,25,569	—67,746	—4,01,805	+31,71,388	—1,55,387	—14,262	—3,66,689	—88,56,894

Adjusting Account with Railways	Dr. Rs.	60,08,126
Accounts with Provinces, etc.	Cr. Rs.	7,96,683

280 Owing to the *pro forma* separation of the balances of Railways from the balances of the Central Government from the 1st April, 1939, all transactions with or on behalf of Railways arising in the accounts of the Central (Non-Railways) and Provincial Governments are adjusted with the Reserve Bank against the balance of the *pro forma* Railway Fund. These two major heads have been opened for the initial adjustment of transactions with 'Railways'. The former head is operated upon by all Civil Accountants General, while the latter head is used by the Railway Accounts Officers concerned in connection with the transactions originating in the Railway accounts which are adjustable against the balances of the Central and the Provincial Governments. The above balances represent the outstanding amounts for which monetary settlement could not be effected in the Reserve Bank's accounts for 1944-45.

Adjusting Account with Railways—The balance under this head consists of—

(i) Rs 17,25,155 (debit) on the books of the Controller of Supply Accounts (Civil) and

(ii) Rs 42,83,090 (debit) on the books of the Accountant General, Central Revenues.

(iii) Rs 119 (credit) on the books of the Controller of Food Accounts

Accounts with Provinces, etc—The balance under this head represents outstanding amount for which settlement could not be effected in the Reserve Bank's Account during the year under report. It comprises South Indian Railway (Rs 1,05,434, debit), North Western Railway (Rs 4,21,967, debit), Great Indian Peninsula Railway (Rs 7,75,624, credit), Madras and Southern Marhatta Railway (Rs 2,35,186, debit) Oudh and Tuhut Railway (Rs. 10,735, debit). Bengal and Assam Railway (Rs 9,15,893, credit) and Bengal Nagpur Railway (Rs. 1,21,512, debit).

Nine cases of misclassifications noticed during test audit have resulted in a net short debit of Rs 5,44,687

The balances under the above two heads are being cleared in 1945-46

Accounts between Departments	Dr. Rs.	11,50,81,853
--	---------	--------------

281. The balances recorded under this head differ in kind from those reviewed in the previous paragraphs as they represent balances between two of the sets of accounts in respect of the amount by which one set of accounts could not take up the debits and credits passed on to it by the other. As balances, therefore, they do not exist elsewhere than upon the Central books, for each local Accounts Officer writes off each year the amounts which he passes on to another. The following are the separate ledger balances under this account :—

	Dr Rs.	Cr. Rs.
Accounts between Civil and Civil	3,72,82,767	.
Exchange Accounts between Defence Accounts Officers (including Navy)	71,51,696	.
Exchange Accounts between Posts and Telegraphs and Defence Service (including Navy)	70,42,973	.
Exchange Accounts between Civil and Posts and Telegraphs		57,77,579
Exchange Accounts between Civil and Defence Services (including Navy)	6,93,81,696	
Total	12,08,59,432	57,77,579
Net Dr.	11,50,81,853	..

282 The net debit of Rs 11,50,81,853 is composed of —

	Dr. Rs	Cr. Rs.
Cheques ..	1,36,471	12,39,09,553
Miscellaneous Items	12,78,79,121	-11,09,75,814
Total	12,80,15,592	1,29,33,739
Net Dr	11,50,81,853	..

Cheques —The debits represent payments made on cheques during 1944-45 for which corresponding credits were not afforded till the following year, while the credits represent the amount of cheques issued in 1944-45 but not paid during the year

Miscellaneous Items —The outstandings have been mostly adjusted in the accounts for 1945-46 with the exception of a few disputed claims. The progress of adjustment has been generally satisfactory. The outstandings are subject to a careful scrutiny in the office of the Auditor General of India and steps are taken to adjust them as expeditiously as possible

Transfers between Railways Cr. Rs. 87,124

283 This represents transactions originated by one accounting unit against another on the same Railway during the year under report but which could not be responded to during the same year owing to loss of the relevant vouchers. The balance is being cleared in the accounts for 1945-46

II.—REMITTANCES BETWEEN ENGLAND AND INDIA—

Remittance Account between England and India—

	Items Adjustable in	
	India. Rs.	England. £.
Accounts with the Secretary of State—		
I.—Items Adjustable in India (£124,849—1—6 converted into Rupees at £ 1=Rs. 13 $\frac{1}{3}$) ..	Cr. 16,64,655	..
II.— Items Adjustable in England	Dr. ..	25,066,650
Accounts with the High Commissioner for India—		
I.—Items Adjustable in India (£ 122,595—17—3—converted into Rupees at £ 1=Rs. 13 $\frac{1}{3}$)	Dr. —16,34,611	..
II.—Items Adjustable in England	Cr. ..	611
	Cr. .. 32,99,266	..
Net Dr.	.	25,066,039

284 It comprises transactions, mainly of a miscellaneous character, passed on from England to India or *vice versa*, for adjustment in the accounts of the other and represents the net balance in respect of the amounts by which each set of accounts could not take up the debits and credits passed on by the others. The outstanding amount is normally an asset or liability to Government.

SECTION T.—TRANSFER OF CASH BETWEEN ENGLAND AND INDIA.

India Dr Rs 3,80,00,000

285 Cash remittances from India to England and *vice versa* of funds belonging to India are made through the Reserve Bank of India. These remittances are brought to account under this head.

The balance represents the rupee equivalent of £2,850,000 refunded by the Secretary of State to the Reserve Bank of India late in 1944-45 against which the opposite payment in India was adjusted by the Bank early in 1945-46.

SECTION V.—CASH BALANCE	INDIA	Dr. Rs. 2,68,49,27,910
	ENGLAND	Dr. £ —1,661,686

286 The Cash Balances in INDIA were distributed as follows —

Province	Cash in District Treasuries	At credit of government with the Reserve Bank of India and its Branches
	Dr Rs	Dr Rs
India General	5,58,289	2,68,79,24,100
Baluchistan	4,70,324	
Bombay	—5,09,479	
Bihar	10,43,635	
Central Provinces and Berar	—3,58,600	
Assam	—40,23,538	
North-West Frontier Province	67,640	
Orissa	—3,88,200	..
Coorg	1,43,739	.
Total	—29,96,190	2,68,79,24,100
	Total . Dr Rs	2,68,49,27,910

The *minus* balances shown against Bombay, Central Provinces and Berar, Assam and Orissa represent the amount of remittances in transit at the end of the year under report

287 The figures under Cash in District Treasuries in some Provinces include the amount of remittances in transit at the close of the year. The treasury balances have all been agreed with the Cash Balance Reports for March, 1945 except in the case of Government of India Treasury Officer's account, Tehran under India General. The discrepancy in the case of Tehran is due to adoption of estimated figures as no Cash Balance Report was received. The cash balance of the Central Government with the Reserve Bank of India at the end of 1944-45 including the balance of the Railway Fund created *pro forma* stood at Rs 2,68,79,24,100 against Rs 2,68,78,53,098 reported by the Bank. The difference of Rs 71,002 has been settled in the accounts for 1945-46

288 The balance against India General includes a sum of Rs 3,90292 (net debit) being the closing balance under the head "Foreign Remittances" outstanding on the 31st March, 1945. The outstanding under the head has been cleared except a net debit of Rs 21,954

289 The Cash Balances in ENGLAND were distributed as follows .—

	Dr. £
Secretary of State—	
Cash in hand or at the Bank of England	—1,812,130
High Commissioner—	
Cash at the Reserve Bank of India and in the hands of the Cashier ..	150,444
Total	—1,661,686

B — DEBT DEPOSITS AND REMITTANCE ACCOUNTS.**II.—Accounts****No 1 — SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS**

Heads of Receipts	Actuals for 1941-45	Heads of Disbursements	Actuals for 1944-45.
(1)	(2)	(3)	(4)
N.—Public Debt Incurred—		N.—Public Debt Discharged—	
A —Debt raised in India—		A —Debt raised in India—	
Permanent Debt	2,07,71,93,370	Permanent Debt	30,47,251
Floating Debt	3,74,09,00,000	Floating Debt	3,97,99,75,000
B —Debt raised in England—		B —Debt raised in England—	
Permanent Debt	..	Permanent Debt	4,30,15,907
Total	5,81,80,93,370	Total	4,02,60,36,158
	(a)		(a)
O —Unfunded Debt—		O —Unfunded Debt—	
Deposits of Service Funds	23,79,899	Special Loans	6,791
Savings Bank Deposits	49,50,59,823	Deposits of Service Funds	23,62,245
Post Office Certificates	25,01,77,979	Savings Bank Deposits	28,95,76,867
State Provident Funds	11,64,94,105	Post Office Certificates	4,86,82,117
Other Accounts	1,28,23,373	State Provident Funds	7,37,24,594
Total	87,69,35,179	Total	42,53,70,323
P —Deposits and Advances—		P.—Deposits and Advances—contd	
Part I —Deposits bearing Interest—		Part I —Deposits bearing Interest—	
(A) Reserve Funds—		(A) Reserve Funds—	
Depreciation Reserve Fund—		Depreciation Reserve Fund	
Railways	17,01,17,227	Railways	8,18,09,998
Railway Reserve Fund	17,88,17,209	Railway Reserve Fund	31,01,64,936
Renewals Reserve Fund—		Renewals Reserve Fund—	
Posts and Telegraphs	1,26,78,200	Posts and Telegraphs	35,95,879
Renewal Reserve Fund—		Renewals Reserve Fund—	
Northern India Salt and		Northern India Salt and	
Central Excises Department	1,38,500	Central Excises Department	33,220
Depreciation Reserve Fund—		Depreciation Reserve	
Lighthouses and Light		Fund—	
ships	53,139	Lighthouses and Light-	
General Reserve Fund—		ships	
Lighthouses and Light		General Reserve Fund—	
ships	5,58,362	Lighthouses and Light-	
Other Deposits	98,20,92,737	ships	23,266
Total—Deposits bearing Interest	1,31,61,91,374	Other Deposits	37,09,06,243
		Total—Deposits bearing Interest	48,65,93,642
Part II —Deposits not bearing Interest—		Part II —Deposits not bearing Interest—	
(A) Sinking Funds—		(A) Sinking Funds—	
Appropriation for Reduction		Appropriation for Reduction	
or Avoidance of Debt—		or Avoidance of Debt—	
Sinking Funds	95,04,000	Sinking Funds	
Other Appropriations	2,04,96,000	Other Appropriations	

(a) Public Debt raised in India— Deposits as well as under Disbursements on account of conversion of new and old loans (see footnote under Account No 3)

No 1—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*contd*

Heads of Receipts	Actuals for 1944-45	Heads of Disbursements	Actuals for 1944-45
(1)	(2)	(3)	(4)
P—Deposits and Advances—<i>contd</i>		P—Deposits and Advances—<i>contd</i>	
Part II.—Deposits not bearing Interest—<i>contd</i>		Part II.—Deposits not bearing Interest—<i>contd</i>	
(B) Reserve Funds—		(B) Reserve Funds—	
Silver Redemption Reserve	1,02,25,459	Silver Redemption Reserve	1,02,23,100
Civil Aviation Fund	3,00,600	Civil Aviation Fund	83,051
Central Road Fund	1,52,01,078	Central Road Fund	79,62,591
Post Office Certificates Bonis Fund	49,29,872	Sugar Excise Fund	11,54,678
Sugar Excise Fund	1,52,32,011	Fund for Economic Development and Improvement of Rural Areas	5,58,625
Fund for Development of Civil Aviation	10,63,200	Fund for Development of Civil Aviation	5,67,879
Defence Reserve Fund	2,11,118	Defence Reserve Fund	2,11,118
Fund for Special Frontier Expenditure including Development	13,544	Fund for Special Frontier Expenditure including Development	1,81,716
Fund for Development of Broadcasting	4,00,000	Fund for Development of Broadcasting	6,16,553
Depreciation Reserve Fund— Government Properties	1,15,973	Depreciation Reserve Fund— Government Properties	45,438
Prithi Piploka Reserve Fund	220	Prithi Piploka Reserve Fund	..
Fund for the relief of ground- nut cultivators	..	Fund for the relief of ground-nut cultivators	1,04,000
Fund for the benefit of cotton growers	4,42,61,358	Fund for the benefit of cotton growers	6,37,73,947
Coal Mines Labour Welfare Fund	70,867	Coal Mines Labour Welfare Fund	2,01,451
Coal Production Fund	1,09,10,988	Coal Production Fund	95,70,520
Cotton Excise Fund	31,25,873		
Fund for payment of bonus to temporary clerical per- sonnel under the scheme of an fixed scale of pay	12,07,000		
(C) Other Deposits Accounts—		(C) Other Deposit Accounts—	
Deposits of Local Funds	4,13,85,501	Deposits of Local Funds	4,11,90,931
Deposits of Branch Line Companies	1,18,093	Deposits of Branch Line Companies	1,39,456
Departmental and Judicial Deposits—		Departmental and Judicial Deposits—	
Civil Deposits	2,00,21,73,345	Civil Deposits	1,81,40,07,038
Other Deposits	4,00,14,824	Other Deposits	38,03,08,732
Transactions connected with the War, 1939	8,41,92,461	Transactions connected with the War, 1939	8,91,84,553
Other Accounts	1,16,67,39,536	Other Accounts	80,38,90,623
Balance of Coug	8,43,595		
Total—Deposits not bearing interest	3,38,27,90,802	Total—Deposits not bearing Interest	3,22,47,87,296
Part III—Advances not bearing Interest—		Part III—Advances not bearing Interest—	
Advances Repayable	1,37,43,12,835	Advances Repayable	1,44,02,79,037
Permanent Advances	1,32,130	Permanent Advances	2,86,285
Account with Foreign Go- vernments and Indian States	8,83,07,606	Accounts with Foreign Go- vernments and Indian States	11,15,78,617
Accounts with the Govern- ment of Burma	21,07,232	Accounts with the Burma Railway Board	..
Accounts with Burma Rail- way Board	30,090		

No 1—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*contd*

Heads of Receipts	Actuals for 1944-45.	Heads of Disbursements	Actuals for 1944-45.
(1)	(2)	(3)	(4)
	Rs		Rs
P.—Deposits and Advances—concl'd.		P.—Deposits and Advances—concl'd.	
Part III—Advances not bearing Interest—concl'd		Part III—Advances not bearing Interest—concl'd	
Accounts with the Reserve Bank ..	1,74,131	Accounts with the Reserve Bank .	15,08,025
Accounts with His Majesty's Imperial Government	2,33,890	Accounts with His Majesty's Imperial Government .	2,21,086
Coinage Account .	2,87,32,014	Coinage Account .	5,65,30,281
Total—Advances not bearing Interest ..	1,49,40,29,928	Total—Advances not bearing Interest ..	1,61,04,03,331
Part IV—Suspense—		Part IV—Suspense—	
Suspense Accounts	80,41 33,374	Suspense Accounts ..	14 09,18,942
Purchases and Sales of Silver	38,27,28,213	Purchases and Sales of Silver	24,98,18,720
Sale of Lend-Lease Silver	12,21,95,727	Cheques and Bills ..	4,907
Cheques and Bills	1,65,32,921	Transactions connected with Burma notes	
Departmental and Similar Accounts	14,95,342	Departmental and Similar Accounts	1,22,42,314
Transactions connected with Burma Notes	9,19,780	Transactions connected with the War, 1939	5,02,232
Transactions connected with the War, 1939 .	3,01,536	Total—Suspense .	40,34,87,115
Total—Suspense .	1,32,33,06,893		
Part V—Miscellaneous—		Part V—Miscellaneous—	
Miscellaneous .	2,55,18,664	Miscellaneous	2,36,34,569
Total ..	8,06,71,37,641	Total .	5,74,88,95,863
Q.—Loans and Advances by the Central Government—		Q.—Loans and Advances by the Central Government—	
Advances to Provincial Governments	29,58,13,866	Advances to Provincial Governments	9,25,15,932
Advances to Crown Representative	8,83,411	Advances to Crown Representative	6,64,663
Advances to the Government of Coorg	60,430	Loans to Indian States	11,96,500
Loans to Indian States	3,77,26,034	Loans to Local Funds, etc .	4,22,62,869
Loans to Local Funds, etc	2,59,18,805	Loans to Government Servants	11,46,581
Loans to Government Servants	11,76,009	Total	13,77,86,515
Total	36,15,78,555		
S.—Remittances—		S.—Remittances—	
I—Remittances within India—		I—Remittances within India—	
Money Orders	1,78,74,26,123	Money Orders	1,77,29,72,553
Cash Remittances and Adjustments between officers rendering account to the same Accountant General or Comptroller ..		Cash Remittances and Adjustments between officers rendering accounts to the same Accountant General or Comptroller ..	3,03,77,529

No 1—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*concl'd*

Heads of Receipts.	Actuals for 1944 45	Heads of Disbursements.	Actuals for 1944 45.
(1)	(2)	(3)	(4)
	Rs.		Rs
S.—Remittances—concl'd		S.—Remittances—concl'd	
I —Remittances within India— concl'd		I —Remittances within India— concl'd	
Remittances adjusted on the Central Books		Remittances adjusted on the Central Books	—23,84,216
Reserve Bank of India Re- mittances	..	Reserve Bank of India Remittances	67,761
Accounts between Civil and Civil	.	Accounts between Civil and Civil	3,53,35,787
Exchange Accounts between Defence Accounts Officers (including Naval)		Exchange Accounts between Defence Accounts Officers (including Naval)	—10,69,780
Exchange Accounts between Posts and Telegraphs and Defence Services	8,13,03,76,931	Exchange Accounts between Posts and Telegraphs and Defence Services	—60,86,380
Exchange Accounts between Civil and Post and Tele- graphs	11,88,32,867	Transfers between Railways Exchange Account between Civil and Posts and Tele- graphs	—4,45,354
Other Remittances		Other Remittances	11,62,79,438
Exchange Accounts between Civil and Defence Services (including Naval)	..	Exchange Accounts between Civil and Defence Services (including Naval)	29,62,360
II — Remittances between England and India—		II —Remittances between England and India—	8,18,14,73,678
Remittance Account between England and India—		Remittance Account between England and India—	
Accounts with the Secretary of State	9, 83,81,17,653	Accounts with the Secretary of State	10,24,57,14,222
Accounts with the High Commissioner	20,21,58,870	Accounts with the High Commissioner	20,04,58,944
Total	20,07,69,12,444	Total	20,57,56,56,542
T —Transfer of Cash between Eng- land and India	2,78,66,86,045	T.—Transfer of Cash between England and India	2,82,46,86,045
SUMMARY—		SUMMARY—	
Total Receipts under Debt, Deposits, etc heads	37,98,73,43,234	Total Disbursements under Debt, Deposits, etc heads	33,73,84,33,476
Total Revenue as per Account No 2 of Part A II	.. 3,99,42,68,235	Total Expenditure as per Ac- count No 2 of Part A II	6,41,69,86,701
Total Receipts	41,98,16,11,469	Total Disbursements	40,15,54,20,177
V —Opening Balance—		V —Closing Balance—	
In India—		In India—	
Cash in District Treasuries	.. —86,82,897	Cash in District Treasuries	—29,96,190
Cash with Reserve Bank of India	. 83,44,40,602	Cash with Reserve Bank of India	.. 2,68,79,24,100
In England—		In England—	
Secretary of State	75,01,178	Secretary of State	.. —2,41,61,727
High Commissioner	. 33,21,928	High Commissioner	. 20,05,920
Total	.. 83,65,80,811	Total	. 2,66,27,72,103
GRAND TOTAL	42,81,81,92,280	GRAND TOTAL	42,81,81,92,280

No 2 — STATEMENT SHOWING CAPITAL AND OTHER EXPENDITURE (OUTSIDE THE REVENUE ACCOUNT) TO END OF THE YEAR AND THE PRINCIPAL SOURCES FROM WHICH FUNDS WERE PROVIDED FOR THAT EXPENDITURE

Capital and other Expenditure	On 1st April, 1944	On 31st March, 1945	Increase (+) or Decrease (—) in the year ending 31st March, 1945
(1)	(2) Rs	(3) Rs	(1) Rs
I — Capital Expenditure—			
Commercial Departments—			
Railways	(a) 7,89,86,03,330	7,87,00,11,285	+6,14,03,055
Posts and Telegraphs	(b) 20,94,55,901	32,02,76,183	+3,09,70,79
Irrigation	1,73,26,350	1,76,38,801	+3,12,451
Other Commercial Departments and Under- takings	(c) 6,12,31,885	6,61,42,739	+12,07,001
Total Commercial Departments (a),(b),(c)	8,18,03,22,469	8,27,42,19,058	+9,38,96,589
Other Departments—			
New Capital at Delhi	16,63,79,344	18,18,87,869	+1,55,28,525
Other Accounts	(d) 1,20,50,34,250	1,79,19,58,478	+58,99,04,228
Total Other Departments	(d) 1,37,13,93,594	1,97,08,26,347	+60,54,32,753
Total Capital Expenditure (a), (b), (c) (d)	9,55,17,16,063	10,25,10,45,405	+69,93,29,342
2 — India's Financial Contribution to the Great War 1914-18	1,50,00,00,000	1,50,00,00,000	
3 — Loans and Advances—			
Advances to Provincial Governments	(e) 83,98,62,002	63,65,61,668	—20,32,97,001
Advances to the Government of Coorg	60,430		—60,430
Advances to Crown Representative	17,01,794	14,83,045	—2,18,749
Advances to Indian States, Local Bodies, etc (f)	16,06,68,979	14,01,84,060	—2,04,84,919
Total Loans and Advances (e),(f)	1,00,23,23,805	77,85,31,793	—22,37,92,012
Total Capital and other Expenditure (a), (b), (c), (d), (e), (f)	12,05,40,39,868	12,52,95,77,198	+47,55,37,330
4 — Deduct—Contribution from Revenue for Capital Expenditure	(g)—20,46,61,056	—20,69,53,752	—22,22,696
5 — Net Capital and other Expenditure outside the Revenue Account (a), (b), (c), (d), (e) (f) (g)	11,84,93,78,812	12,32,25,93,446	+47,32,14,634

(a) Includes Rs 12,71,238 having been included or dropped without financial adjustment as explained against various Railways in Account No. 6 of Part A II—Accounts, *vide* footnotes (h), (i), (j) and (l) under “67A”

(b) Increased by Rs 14,401 representing net result of misclassification of previous years affecting Capital and Revenue Accounts *vide* also footnote (a) in statement No. 6 of Part A II—Accounts under “69—Capital Outlay on Posts and Telegraphs”

(c) Decreased by Rs 1,326 under the head “5-A—Capital Outlay on Salt works within the Revenue Account” dropped without financial adjustment and by Rs 2,29,430 transferred without financial adjustment from the head “73—Capital Outlay on Vizagapatam Port” increase of Re 1 is due to rounding

(d) Increased by Rs 2,29,430 transferred without financial adjustment to the head “44 A—Capital Outlay on Civil Aviation within the Revenue Account”

(e) Differs from the previous year's closing balance by Rs 14,71,27,330 written off without financial adjustment out of the Lloyd Barrage Debt due from the Government of Sind, as a set off against the capitalised value of the subvention which was payable to the Government of Sind under paragraph 9 of the Government of India (Distribution of Revenues Order, 1936)

(f) Decreased by Rs 5 representing transactions of the “Dangs” transferred without financial adjustment from the minor head “Advances for the purchase of other conveyances” to the head “Deposit Account of the Dangs”

(g) Decreased by Rs 25,909 representing inter branch transfer of buildings *vide* also footnote (c) in Statement No. 6 of Part A-II—Accounts under “69—Capital Outlay on Posts and Telegraphs” and by Rs 1,326 *vide* footnote (c) above and increased by Rs 2,29,430 *vide* footnote (d) above increase of Re 1 on the last year's closing balance is due to corrections since made

No 2 — STATEMENT SHOWING CAPITAL AND OTHER EXPENDITURE (OUTSIDE THE REVENUE ACCOUNT) TO END OF THE YEAR AND THE PRINCIPAL SOURCES FROM WHICH FUNDS WERE PROVIDED FOR THAT EXPENDITURE—*concl'd*

Principal Sources of Funds	On 1st April, 1944	On 31st March, 1945	Increase (+) Decrease (—) in the year end- ing 31st March, 1945.
(1)	(2) Rs	(3) Rs	(4) Rs
1.—Capital Contributed by Railway Companies and Indian States	(a) 14,14,03,424	2,11,51,603	—12,02,51,821
2.—Debt—			
Permanent Debt—			
In India—Nominal Value	10,11,67,51,436	12,19,08,97,555	+2,07,41,46,119
Less—Unredeemed Discount	—5,32,74,298	—10,07,89,322	—75,14,424
In England—Nominal Value			
(Sterling converted into Rs at £1=13 1/3)	68,28,02,601	63,97,86,694	—430,15,907
Less—Unredeemed Discount	—4,44,54,292	—3,97,41,992	+47,12,300
Floating Debt	1,10,61,25,000	86,70,50,000	—23,90,75,000
Unfunded Debt—			
Savings Bank Deposits	68,20,28,387	88,75,31,344	+20,55,02,957
Post Office Certificates	50,27,58,433	70,42,53,494	+20,14,95,061
State Provident Funds, etc	1,05,59,00,913	1,10,04,70,752	+4,45,69,839
Total Debt	14,00,86,43,580	16,24,94,61,525	+2,24,08,17,945
3.—Sinking Funds and Reserve Funds	1,56,98,44,561	1,84,07,27,109	+27,08,80,548
4.—Net Balance under Deposits, Advances, etc., other than those shown separately	(b) 2,19,29,51,386	3,82,00,22,045	+1,62,70,70,659
5.—Remittances	(c) 1,22,86,213	—48,64,57,885	(c) —49,87,44,098
Total Debt and Other Obligations (a), (b), (c)	17,92,51,29,164	21,44,49,02,397	+3,51,97,73,233
6.—Deduct—Cash Balance	—83,65,80,811	—2,66,27,72,103	—1,82,61,91,292
7.—Deduct—Investments	(d) —1,01,84,04,096	—61,57,91,395	+40,26,12,701
8.—Net Provision of Funds	(a), (b), (c), (d) 16,07,01,44,257	18,16,63,38,899	+2,09,61,94,642

(a) Increased by Rs 47,17,623 due to inclusion of Rs 23,52,248 representing difference in exchange arising from the discharge of the debentures of the Bengal Nagpur, and the Madras and Southern Mahratta Railways and exclusion without financial adjustment of Rs 4,139, Rs 4,55,392 and Rs 6,43,178 representing difference in exchange and discount on debentures of the Bengal Nagpur Railway, premium on old Bellary Kistna Railway share capital of the Madras and Southern Mahratta Railway, and difference in exchange of share capital of South Indian Railway respectively and Rs (—) 27,12,334 representing exchange on company Railways transferred to Government Outlay (vide also footnotes (h) (i) (j) and (l) in Statement No 6 of Part A-II—Accounts under “C-7-A—Construction of State Railways—Commercial”)

(b) Decreased by Rs 4,02,187 transferred without financial adjustment from the minor head “State Railway Deposits (Gross)” to the minor head “Railway Deposits—Investment Account” and increased by Rs 39,631 representing the transactions of the “Dangs” transferred to the head “Deposit Account of the Dangs” without any financial adjustment

(c) Differs from the last year's closing balance by Rs 133 by reason of correction since made so as to accord with the correct balance under this head as shown under Section ‘S—Remittances’ in that year's account and decreased by Rs 39,636 representing the transactions of the “Dangs” transferred to the head “Deposit Account of the Dangs” without any financial adjustment

(d) Decreased by Rs 4,02,187 transferred without financial adjustment from the minor head “State Railway Deposits (Gross)” to the minor head “Railway Deposits—Investment Account”

(e) Differs from the corresponding balance under this head as shown in paragraph 2 (India and England taken together) and in the table below paragraph 6 by Rs 7183 as explained below—

(i) Rs 299 Amount of net debit adjusted by the Accountant General United Provinces under “Remittance Account between England and India” in the accounts for 1944-45 in view of lack of amount as yet in the accounts for 1943-44

(ii) Rs 5932 Amount of net debit adjusted under the above head by different Accountants General in the accounts for 1944-45 but not passed on to the High Commissioner or the Secretary of State during that year

(iii) Rs.—82 Difference due to conversion of sterling into rupees and fractional differences due to rounding

(iv) Rs —16 Amount of net credit adjusted under “Remittance Account between England and India” by the Accountant General United Provinces in the accounts for 1943-44 but not yet settled

No 3—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS, SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC, DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC, AT THE COMMENCEMENT AND CLOSE OF THE YEAR

Description of Debt (1)	Amount on 1st April 1944 (2)	Additions during the year (3)	Discharges during the year (4)	Amount on 31st March, 1945 (5)
	Rs	Rs	Rs	Rs
I.—Public Debt—				
A —Debt raised in India—				
(a) PERMANENT DEBT—				
(i) Loans bearing Interest—				
5 per cent Loan, 1945-55	56,74,93,700	.	..	56,74,93,700
4½ per cent Loan for Indore State Railway	70,00,000			70,00,000
4½ per cent Loan, 1950-55	6,73,37,900	50,476	176	6,73,88,200
4½ per cent Loan, 1958-68	5,84,52,900		.	5,84,52,900
4½ per cent Loan, 1955-60	9,05,63,700		.	9,05,63,700
4 per cent Loan, 1960-70	63,30,26,300		.	63,30,26,300
4 per cent Loan, 1948-53	5,02,34,200	6,201	1	5,02,10,400
4 per cent Loan, from Maharastra Scindia for Indian Government Railway	1,50,00,000	..	..	1,50,00,000
3½ per cent Loan, 1947-50	55,94,36,900		.	55,94,36,900
3½ per cent Loan, 1842-43	71,77,31,450	(a) 30,13,000	(c) 1,700	71,83,02,100
3½ per cent Loan, 1854-55	39,85,42,184	(a) 90,40,200	(a) 24,40,650	39,85,42,184
3½ per cent Loan, 1865	65,52,20,000	(a) 95,61,900	(b) 3,913	65,52,20,000
3½ per cent Loan, 1879	18,17,33,100	(a) 86,000	(c) 1,100	18,17,33,100
3½ per cent Loan, 1900-01	77,58,37,500	(a) 66,06,450	(a) 67,55,100	77,58,37,500
3½ per cent Loan, 1954-59	12,34,68,200		(c) 2,700	12,34,68,200
3 per cent Loan, 1896-97	8,77,87,400	1,82,968	(a) 52,27,100	8,77,87,400
3 per cent Loan, 1951-54	86,72,71,900	15,07,818	(a) 22,14,800	86,72,71,900
3 per cent Loan, 1953-55	1,10,85,11,300	3,74,56,200	(c) 1,500	1,10,85,11,300
3 per cent Loan, 1963-65	91,17,46,700		(a) 1,16,69,900	91,17,46,700
3 per cent Loan, 1949-52	66,63,53,500		68	66,63,53,500
3 per cent Defence Bonds, 1946	65,14,32,200	..	518	65,14,32,200
3 per cent Victory Loan, 1957	..	1,11,42,29,500	300	1,11,42,29,500
3 per cent Second Victory Loan, 1959-61	.	5,25,17,900	.	5,25,17,900
3 per cent Funding Loan, 1966-68	75,11,78,000	35,00,00,000	..	75,11,78,000
2½ per cent Loan, 1948-52	12,01,28,000	50,00,00,000	.	12,01,28,000
Total Loans bearing Interest	10,06,54,87,034	2,08,42,58,613	2,83,19,526	12,12,14,26,121
(ii) Loans not bearing Interest—				
6½ per cent Treasury Bonds, 1935	1,73,200	.	8,200	1,65,000
6 per cent Bonds, 1932	50,000	..	14,300	35,700
6 per cent Bonds, 1931	13,600	.	3,000	10,600
6 per cent Bonds, 1930	2,86,500	.	1,400	2,85,100
6 per cent Bonds, 1927	83,300	.	500	82,800
6 per cent Bonds, 1926	74,400	.	(d)—4,000	70,400

(a) Represents additions and discharges due to conversion of non-terminable loans

(b) Represents payment of commuted value of interest on Amanat stock certificates

(c) Represents nominal value of securities deposited in the Government but remaining unclaimed for more than 20 years

(d) Due to adjustment of Rs 5,000 erroneously debited in the accounts for 1943-44.

No 3 —STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS, SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC, DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC, AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd*

Description of Debt (1)	Amount on 1st April, 1944 (2)	Additions during the year (3)	Discharges during the year (4)	Amount on 31st March, 1945 (5)
	Rs	Rs	Rs	Rs
1.—Public Debt—contd				
A —Debt raised in India—concl'd				
(a) PERMANENT DEBT— <i>concl'd</i>				
(i) Loans not bearing Interest— <i>concl'd</i>				
6 per cent Bonds, 1933-36	67,900		16,200	51,700
5½ per cent War Bonds, 1928	1,12,875		10,350	1,02,525
5½ per cent Bonds, 1925	12,750			12,750
5½ per cent Loan, 1938-40	63,300		8,500	54,800
5 per cent Loan, 1942-47	48,000		48,000	
5 per cent Bonds, 1933	41,400		100	41,300
5 per cent Bonds, 1935	24,200			24,200
5 per cent Loan, 1940-43	2,53,100		8,700	2,44,400
5 per cent War Loan, 1929-47	2,41,650		21,300	2,20,350
5 per cent Loan, 1939-44	2,40,300		25,000	2,15,300
4½ per cent Bonds, 1934	1,54,800		..	1,54,800
4 per cent Conversion Loan, 1916-17	19,000		200	18,800
4 per cent Loan, 1934-37	2,07,700			2,07,700
4 per cent Bonds, 1943	7,32,300		3,67,400	3,64,900
3 per cent Bonds, 1941	1,64,600		16,100	1,48,500
Total Loans not bearing Interest	30,64,875		5,45,250	25,19,625
(ii) Interest Free Loans—				
Three year Interest Free De- fence Bonds	3,01,14,358	17,16,057	24,90,025	2,93,40,390
Five year Interest Free Prize Bonds, 1949	1,80,85,170	1,95,26,250		3,76,11,420
Total Interest Free Loans	4,81,99,528	2,12,42,307	24,90,025	6,69,51,810
(b) FLOATING DEBT—				
Treasury Bills	1,10,61,25,000	3,74,09,00,000	3,97,99,75,000	86,70,50,000
Temporary Loans from the Re- serve Bank of India				
Total Floating Debt	1,10,61,25,000	3,74,09,00,000	3,97,99,75,000	86,70,50,000
Total Debt raised in India	11,22,28,76,437	5,84,64,00,920	4,01,13,29,801	13,05,79,47,556
B.—Debt raised in England—				
PERMANENT DEBT—				
(i) Loans bearing Interest—				
India Stock—				
India 4½ per cent Stock, 1950-55	4,90,09,619	.	6,18,333	4,83,91,286
India 4½ per cent Stock 1958-68	2,98,15,151	..	36,118	2,97,79,033
India 4 per cent Stock, 1948-53	94,33,180	.	18,929	94,14,251

No. 3 —STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC, DURING THE YEAR, AND THE AMOUNT OF DEBT ETC, AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd*

Description of Debt (1)	Amount on 1st April, 1944 (2)	Additions during the year (3)	Discharges during the year (4)	Amount on 31st March, 1945 (5)
	Rs	Rs	Rs	Rs.
I.—Public Debt—<i>contd</i>				
B.—Debt raised in England—<i>contd</i>				
PERMANENT DEBT—<i>contd</i>				
(i) Loans bearing Interest—<i>contd</i>				
India Stock—				
India 3½ per cent Stock, 1954-59 .	98,63,424		1,82,968	96,80,456
India 3 per cent Stock, 1948 or after (a)	2,55,82,781		15,07,818	2,40,74,963
India 3 per cent Stock, 1949- 52	91,94,358	.	3,34,002	88,60,356
India 2½ per cent Stock, 1926 or after	47,00,386	..	18,85,452	28,14,934
Railway Debenture Stock—				
Burma Railway 3 per cent Debenture Stock	2,91,333	..	40,213	2,51,120
Bengal and North Western Railway 5 per cent Deben- ture Stock, 1945-60	1,79,400	.	8,000	1,71,400
East Indian Railway 4½ per cent Irredeemable Deben- ture Stock (a)	2,79,867	.	75,600	2,04,267
East Indian Railway 3 per cent new Debenture Stock	13,52,667	..	2,17,334	11,35,333
Eastern Bengal Railway 4 per cent Irredeemable De- benture Stock	54,960	..	19,773	35,187
Great Indian Peninsula Rail- way 4 per cent Irredeem- able Debenture Stock (a)	4,07,200	..	24,000	3,83,200
South Indian Railway 4½ per cent Perpetual Debenture Stock ..	(a) 1,24,667	..	57,867	66,800
South Indian Railway 4 per cent Debenture Stock, 1945 or after (a)	5,32,387	..	82,345	4,50,042
Capital portion of Annuities created in purchase of Railways—				
East Indian Railway Annuity terminating 14th February, 1953	11,68,18,289	..	1,03,58,118	10,64,60,171
Eastern Bengal Railway An- nuity terminating 30th July, 1957 (a)	1,65,90,019	..	9,28,133	1,56,61,886
Great Indian Peninsula Rail- way Annuity terminating 17th August, 1948	7,29,05,393		1,49,41,448	5,79,63,945
Madras Railway Annuity terminating 1st April, 1956	6,54,23,049		42,50,768	6,11,72,281
Sonde Punjab and Delhi Railway Annuity termin- ating 1st January, 1959	5,61,20,781	..	28,31,684	5,32,89,097

(a) Differs from the last year's closing balance by reason of corrections since made

No 3—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC, DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC, AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*concl'd*

Description of Debt (1)	Amount on 1st April, 1944 (2)	Additions during the year (3)	Discharges during the year (4)	Amount on 31st March, 1945 (5)
	Rs	Rs	Rs	Rs
I.—Public Debt—<i>concl'd</i>				
B.—Debt raised in England—<i>concl'd</i>.				
PERMANENT DEBT—<i>concl'd</i>				
(i) Loans bearing Interest— <i>concl'd</i>				
Capital portion of Annuities created in purchase of Railways— <i>concl'd</i>				
Liability for British Government 5 per cent War Loan (1929-47) taken over by India	20,62,25,705	.	.	20,62,25,705
(ii) Loans not bearing Interest—				
India 3½ per cent Stock, 1931 or after	33,21,057		3,99,506	29,21,551
India 5 per cent Stock, 1942-47	71,342		34,898	36,444
Bombay, Baroda and Central India Railway 3½ per cent Debenture Stock, 1940 or after	2,17,773		2,02,480	15,293
East Indian Railway 3½ per cent Debenture Stock	36,79,067		34,45,067	2,34,000
Great Indian Peninsula Railway 3½ per cent Debenture Stock	5,77,413		5,13,720	63,693
India 5½ per cent Stock, 1932	24,000			24,000
India 6 per cent Bonds, 1932	6,000			6,000
India 6 per cent Bonds, 1933	1,333		1,333	.
Total Debt raised in England (a)	68,28,02,601		4,30,15,907	63,97,86,694
Total Public Debt (a)	11,90,56,79,038	5,84,64,00,920	4,05,43,45,708	13,69,77,34,250
II.—Unfunded Debt—				
Special Loans	1,45,12,521		6,791	1,45,05,730
Treasury Notes	71,619			71,619
Deposits of Service Funds—				
Indian Civil Service Family Pension Fund	1,37,73,987	7,09,003	6,69,436	1,38,13,554
Indian Military Service Family Pension Fund	1,99,65,361	8,61,267	15,83,968	1,92,42,660
Indian Military Widows' and Orphans' Fund	28,23,660	2,44,903	1,06,338	29,62,225
Madras Military Assistant Surgeons' Fund	4,29,496	18,499	13,012	4,34,983
Bengal Uncovenanted Service Family Pension Fund	34,75,668	2,40,287	5,60,199	31,55,756
Bengal and Madras Service Family Pension Fund	16,48,560	71,145	1,33,212	15,86,463
Bombay Family Pension Fund of Government Servants	28,41,816	2,34,795	2,96,050	27,80,561
Savings Bank Deposits—				
Post Office Defence Savings Bank Deposits	4,02,49,186	4,52,65,411	1,98,854	8,53,15,743
Post Office Savings Bank Deposits	64,17,79,201	44,97,94,412	28,93,58,013	80,22,15,600

(a) Differs from the last year's closing balance by reason of corrections since made

No 3 —STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS, SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC, DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC, AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*concl'd*

Description of Debt (1)	Amount on 1st April, 1944 (2)	Additions during the year (3)	Discharges during the year (4)	Amount on 31st March, 1945. (5)
	Rs	Rs.	Rs	Rs
II.—Unfunded Debt—<i>concl'd</i>				
Post Office Certificates—				
Post Office Cash Certificates	34,65,47,783	5,47,49,392	4,31,11,218	35,81,85,957
Post Office Ten Year Defence Savings Certificates	6,96,66,190	80	54,53,299	6,42,12,971
Post Office Twelve Year National Savings Certificates	8,65,44,460	19,39,73,395	1,18,400	28,03,99,455
Indian States Certificates		14,55,112		14,55,112
State Provident Funds—				
State Railway Provident Institution	(b) 71,65,82,767	8,01,80,884	5,94,36,121	73,73,27,530
General Provident Fund	10,61,65,915	1,55,72,534	1,00,53,071	11,16,85,378
Indian Civil Service Provident Fund	27,22,358	3,68,045	4,22,719	26,67,684
Indian Civil Service (Non-European Members) Provident Fund	1,07,782	19,231	5,956	1,21,057
Defence Savings Provident Fund	1,81,58,037	83,75,954	9,46,126	2,55,87,865
Defence Savings Provident Fund (Railways)	22,34,517	9,05,827	1,70,385	29,69,959
Defence Service Officers' Provident Fund	93,93,733	27,40,340	5,62,558	1,15,80,515
Indian Ordnance Department Provident Fund	95,85,153	12,40,897	6,81,010	1,01,45,040
Military Engineer Services Provident Fund	52,537	6,405	7,511	51,431
Contributory Provident Fund	1,18,17,772	20,10,675	7,15,728	1,31,12,719
Contributory (Transferred Railway Personnel) Provident Fund		13 77,484	29,116	13,48,368
Other Miscellaneous Provident Funds	1,06,12,094	36,86,829	6,94,293	1,36,04,630
Other Accounts—				
General Family Pension Fund	9,266	12,931	21	22,176
Hindu Family Annuity Fund	2,04,039	3,45,991	4,03,753	1,46,277
Bombay Family Pension Fund of Government Servants, Life Assurance Branch	2,395	9,861	2,600	9,656
Bengal Christian Family Pension Fund	2,251	35,743	30,000	7,994
Postal Insurance and Life Annuity Fund	10,53,24,076	1,12,62,385	85,37,766	10,80,48,695
Staff Benefit Fund	15,50,773	10,17,858	9,15,116	16,53,515
Cemetery Endowment Fund	(a) 8,56,076	188	—241	8,56,505
Technical Trainees Benefit Fund	73	8	.	81
Indian Railway Conference Association Employees' Provident Fund	7,31,911	1,02,865	1,42,802	6,91,974
Eastern Group Sleeper Control Provident Fund	2,34,464	35,773	5,092	2,65,145
Sind, Punjab and Delhi Railway Clergy Endowment Fund	16,236	—230		16,006
Total Unfunded Debt	2,24,06,93,733	87,69,35,179	42,53,70,323	2,69,22,58,589
TOTAL—DEBT AND OTHER INTEREST BEARING OBLIGATIONS				
	(a) 14,14,63,72,771	6,72,33,36,099	4,47,97,16,031	16,38,99,92,839

(a) Differs from last year's closing balance by reason of corrections since made

(b) Includes Rs 17,13,79,724 on account of balance of the Company Railway Provident Fund

1	2	3	4	5	6	7
Loans to Gov ernment Servants—						
House building advances	Rs 2,231	Rs 63	Rs 2,294	Rs 1,343	Rs 951	Rs 3,900
Advances for the purchase of motor cars	38,492	25,345	63,837	35,271	28,566	585
Advances for the purchase of other conveyances	8,51,840	10,89,914	19,41,754	11,27,449	8,14,305	18,016
Passage advances	10,600	29,675	40,275	11,528	28,747	1,001
Other advances ..	200	1,584	1,784	418	1,366	127
Total	9,03,363	11,46,581	20,49,944	11,76,009	8,73,935	23,629
GRAND TOTAL	1,00,23,23,805 (a)	13,77,86,545 (b)	1,14,01,10,350	36,15,78,555	77,85,31,795	3,08,99,691

(a) Differs from last year's closing balance by reasons of corrections since made

(b) Differs from last year's closing balance by Rs 14,71,27,330 due to corrections without financial adjustment

A	PAGES.	A—concl'd	PAGES.
Abstract of Receipts and Disbursements	37	Advances under Special Laws	184
Account of Anticipatory Desposits made after Provisional Assessment of Excess Profits Tax	118	Agriculture	52, 69
Account of Compulsory Deposits of Excess Profits Tax under Ordinance No XVI of 1943	118	Annuity fund of Fattah Ullah Khan	101
Account of Expenditure by minor heads	56	Appropriation for Reduction or Avoidance of Debt	6, 63, 200
Account of Payment in respect of Provisional Assessment of Excess Profits Tax made under Section 14-A of Excess Profits Tax Act, 1940	142	Appropriation for the maintenance of Madho Rao	101
Accounts—Main division of	2	Audit	64
Account of Optional Deposits of Excess Profits Tax under Indian Finance Act, 1942	118	Aviation	53, 70
Account of Revenue by minor heads	44		
Accounts between Departments	196	B.	
Account current with Indian States	156	Balance of Coorg	143
Account current with Polish Government	156	Balance with Sub-accountants	173
Accounts with Foreign Governments and Indian States	155	Balances and Reserves	3
Accounts with His Majesty's Imperial Government	154	Balances in England	92, 94
Accounts with the Burma Railway Board	158	Balances in India	92, 93
Accounts with the Government of Burma	158, 173	Balances in India and England (Combined)	95
Account with the High Commissioner for India	178, 197	Baluchistan Suspense	190, 192
Account with the Secretary of State	178, 197	Bengal and Madras Service Family Pension Fund	102
Accounts with Provinces, etc	196	Bengal Christian Family Pension Fund	109
Accounts with the Reserve Bank	158	Bengal and North Western Railway Debenture Stock	172
Adjusting Account between Central and Provincial Governments	194	Bengal Uncovenanted Service Family Pension Fund	102
Adjusting Account with Railways	196	Bombay Family Pension Fund of Government Servants	109, 202
Administration of Justice	50, 64	Bombay Land Scheme—Capital Outlay on	86
Advance credit on account of Central transactions in non-bank Provincial treasuries and sub-treasuries	169	Bonus on Loans	169
Advances—		Borrowings—Statement of	23
Repayable, Recoverable 148, 150, 151, 153	177	Broadcasting	53, 70
Civil	148	Bronze (and Copper) Comage Accounts	160
Defence	151	Bullion Advances for Comage	160
England	153	Bushire Suspense	168
Forest	149		
House building	185	C.	
Objection Book	149	Capital contributed by Railway Companies towards outlay on State Railways	78, 84
Other	149	Capital Expenditure outside the Revenue Account during and to end of the year	83
Permanent	153	Capital Expenditure within the Revenue Account	5, 38, 43, 71
Posts and Telegraphs	150	Capital Outlay on—	
Proper	151	Bombay Land Scheme	86
Salt and Excise	150	Broadcasting	71
Special	149	Civil Aviation	71
Advances for the purchase of motor cars	185	Currency	86
Advances for the purchase of other conveyances	185, 186, 187	Currency Note Printing Press	86
Advances for Survey Operations	149	Defence	86
Advances from Military Treasure Chests	153	New Capital at Delhi	79, 86
Advances not bearing interest	7, 146, 201	Payments of Commuted Value of Pensions	79, 86
Advances to Crown Representative	32, 170	Posts and Telegraphs	60, 79, 85
Advances to cultivators	182	Salt Works	58
Advances to electrical undertakings for A R P measures	179	Schemes of Agricultural Improvement and Research	85
Advances to Provincial Governments	32, 179	Security Printing Press	85
Advances to the Fund for the benefit of Cotton growers	170	Schemes connected with the War, 1939	76, 77, 87
		Vizagapatam Port	85
		Capital Account of Irrigation, Navigation, Embankment and Drainage Works outside the Revenue Account	78, 84
		Capital and other expenditure	204

C—contd		PAGES.	C—concl'd		PAGES.
Capital Account of Irrigation, Navigation, Embankment and Drainage Works, within the Revenue Account		60	Cotton Textile Fund		123
Capital Outlay outside the Revenue Account	17, 43, 44, 78, 83		Currency		53, 71
Cash Balance	29, 199		Currency Capital Account		71, 86
Cash Balance Investment Account	169		Currency Note Printing Press		71, 86
Cash Certificates, Post Office Five Year	104		Costoms		44, 56
Cash Certificate, etc —Overpayments	150		Customs duties of foreign mail articles		150
Cash remittances and adjustments between officers rendering accounts to the same Accountant General or Comptroller	190		D.		
Cash remittances between treasuries	190		Dead Savings Bank Accounts		135
Cemetery Endowment Fund	110		Debt		5, 11
Central Adjusting Account	193		Debt position, Review of		23
Central Excises and Salt Suspense	168		Debt Services	4, 40, 50, 61	
Central Excise Duties	44, 56		Decreases of Expenditure		11
Central Road Fund	6, 121		Debt, Deposits and Remittance Accounts		91
Certificate of the Auditor General of India	1		Defence Capital Expenditure		80, 86
Charges on account of Motor Vehicles Acts	55		Defence Receipts		42, 55
Charges on account of Quarantine Officers recoverable from the Iran Government	156		Defence Reserve Fund		121
Charges of the Northern India Salt and Central Excises Department	57		Defence Savings Provident Fund		108
Cheques and Bills	175		Defence Savings Provident Fund — Railways		109
Civil Administration	50, 63		Defence Services	42, 55, 74, 80	
Civil and Criminal Courts Deposits	131		Defence Services Cash Balance		176
Civil Aviation, Capital Outlay on	71		Defence Services Deposits		137
Civil Aviation Fund	6, 122		Defence Services Equalisation Fund		121
Civil Defence	55, 77		Defence Services Officers' Provident Fund		109
Civil Department Advances	185		Defence Services Renewals Reserve Fund		124
Civil Departmental Balances	176		Defence Suspense		171
Civil Deposits	7, 127		Deferred pay to Indian Troops		143
Civil Works	54, 72		Departmental Adjusting Account		169
Civil Works and Miscellaneous Public Improvements	54, 72		Departmental and Similar Accounts		175
Closing Balance	8, 38, 203		Deposit account of Central surcharge funded for the benefit of Assesseees under the Indian Finance Act, 1942		142
Coinage Accounts	159		Deposit account of the Dangs		141
Colonial and other Foreign Governments	156		Deposit account of Excess Profits Tax refundable to Assesseees under the Indian Finance Act, 1942		141
Commercial Department, General Statement of financial results of	18		Deposit account of the Grant made for the benefit of Cotton growers		142
Commutation of Pensions financed from Ordinary Revenues	74		Deposit account of Grants for Economic Development and Improvement of Rural Areas		141
Commutated value of Pensions, Payments of	79, 86		Deposit account of Grants made by the Imperial Council of Agricultural Research		141
Companies Liquidation Accounts	134		Deposit account of the Grant made by the Indian Central Cotton Committee		142
Construction of Irrigation Navigation, Embankment and Drainage Works	60, 78, 84		Deposit account of Grants from the Central Government for the Development of Handloom Industries		141
Construction of State Railways— Commercial	78, 83		Deposit account of interest on Excess Profit Tax Deposits		142
Strategic	78, 84		Deposit account of Khasi Hill State		142
Contributions and miscellaneous adjustments between Central and Provincial Governments	42, 75		Deposit on account of moneys received on account of King-Emperor's Anti-Tuberculosis Fund		133
Contributory Provident Fund	109		Deposit account of Railway freight for Kharaghoda salt		133
Co operation	52, 69		Deposits on account of undischursed pay of Government servants falling into enemy hands		135
Coorg Suspense	190, 192		Deposits bearing interest	6, 113, 200	
Corporation Tax	44, 56				
Cost of air raid precaution equipment purchased centrally	170				
Cost of reserve stock of equipments for training of war technicians	177				
Coal Production Fund	123				

PAGES		PAGES.	
D—concl'd		E	
Deposits against Dollar payments made by the British Purchasing Commission, America	135	Ecclesiastical	66
Deposits and Advances	6, 112, 200	Education	51, 68
Deposits not bearing interest	6, 118, 200	Endowment by the Late King of Oudh	101
Deposits obtained for lease/lend stores	134	Endowment for charitable and educational institutions	101
Deposits obtained on non-lease/lend (imported) stores	134	English Stores Suspense	169
Deposits of—		Equalization Fund, Defence Services	121
Branch Line Companies	7, 126A	Eastern Group Sleeping Control Provident Fund	110
Coffee Cess Fund	133	Excess debit or short credit of customs duty realisation	150
Cotton Cess Fund	133	Expenditure connected with Post-war Planning and Development	75
Defence Loans	134	Expenditure connected with the War, 1939	76
Fees received by Government servants for work done for private bodies	133	Expenditure, Decreases, of	10, 11
Lac Cess Fund	132	Expenditure, Increases of,	10, 11
Lawrence Military Assylum, Mount Abu	101	Expenditure in connection with internees	177
Local Funds	7, 125	Expenditure in connection with the maintenance of Japanese Consular Officials	177
Money received for H. E. the Viceroy's War Purposes Fund	134	Expenditure on British subjects (other than Indians) evacuated to India	177
Service Funds	6, 102	Expenditure on evacuees from war zones	177
Surplus estates of deceased officers, deserters and others of the Indian Army	133	Expenditure on Revenue Account	5, 38, 44
Tea Cess Fund	132	External Affairs	67
Deposits for work done for Indian States, public bodies, or private individuals	134	Extraordinary Charges	75
Deposits for relief of distress of Indian British subjects in enemy countries	145	Extraordinary Items	42, 55, 75, 80
Deposits in connection with the purchase of Egyptian Cotton	142	Extraordinary Receipts	55
Deposits on account of enemy property	145	F	
Deposits on account of money received for Indian Red Cross Society and St John Ambulance Association for War work	134	Family Pension Fund—	
Deposits on account of money received for St Dunstan's Hospital for blinded soldiers and sailors, etc	134	Bengal and Madras Service	102
Deposits on account of Police Fund	133	Bengal Christian	109
Deposits on account of revenue collected on behalf of H. H. the Khan of Kalat	134	Bengal Uncovenanted Service	102
Deposits towards payment of Income-Tax	118	Bombay Government Servants (Life Assurance Branch)	109
Deposits towards payments of Excess Profits Tax	118	General	110
Deposit with H. M. Exchequer in respect of Railway Annuities	172	Indian Civil Service	102
Depreciation Reserve Fund—		Indian Military Service	102
Government Presses	7, 124	Famine	73
Lighthouses and Lightships	115	Field Deposits	137
Railways	114	Financial position, Summary of	34
Vizagapatam Port	120	Financial results of—	
Detailed Account of Expenditure by minor heads	56	Irrigation Works	21
Detailed Account of Revenue by minor heads	44	Posts and Telegraphs Department	20
Direct Demands on the Revenue	4, 38, 56	Railways	18
Disbursements under Debt, Deposits and Remittance heads treated as expenditure	44	Fixed Deposits	136
Discount on issue of India Loans	172	Floating Debt	5, 24, 29, 96
Discount on Treasury Bills	168	Food Department Deposits	132
Discount Saving Fund	169	Foreign Money Orders	135
Dist. Administration	64	Forest	46, 58
		Forest Advances	149
		Forest Deposits	132
		Forest Remittances	190, 192
		Fund for—	
		Benefit of Cotton growers	7, 124
		Development of Broadcasting	7, 123
		Development of Civil Aviation	6, 123
		Economic Development and Improvement of Rural Areas	6, 123
		Relief of groundnut cultivators	7, 122
		Special Frontier Expenditure including Development	7, 123

	PAGES		PAGES
G		I—concl'd	
General Abstract of Receipts and Dis- bursements	37	Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept	40, 49, 60
General Administration	63	Irrigation, Navigation, Embankment and Drainage Works for which no Capital Accounts are kept	10, 49, 60
General Family Pension Fund	109	Irrigation—Productive Works	23, 48, 78
General Provident Fund	108	Irrigation—Unproductive Works	24, 49, 78
General Reserve Fund, Lighthouses and Lightships	115	Irrigation Works	59, 84
General statement of balances	92	Irrigation Works, Financial results of	21
General statement of financial results— Railways	18		
Posts and Telegraphs	20	J	
Irrigation	21		
Government Account—		Jails and Convict Settlements	50, 65
India	93		
England	94	L	
India and England (Combined)	95		
Government Presses, Depreciation Re- serve Fund	124	Land Revenue	45, 57
Grants in-aid to Provincial Govern- ments	75	Lawrence Military Asylum, Mount Abu, Deposits of	101
Guarantees given by the Central Gov- ernment in respect of Loans raised by Provincial Governments, Rail- way Companies, local bodies, etc	33	Lawrence Memorial Asylum at Murree	102
		Legislative Bodies	63
		Lighthouses and Lightships	51, 65
		Lighthouses and Lightships— Depreciation Reserve Fund	115
		General Reserve Fund	115
		Lloyd Barriage and Canals Construction	23
		Loans and Advances by the Central Government	8, 32, 179, 202
		Loans bearing interest	97, 99
		Loans Interest free	98
		Loans not bearing Interest	97, 100
		Loans to—	
		Branch Line Companies	114
		District and other Local Fund Com- mittees	182
		Government Servants	33, 181
		Indian States	32, 179, 180
		Landholders and other Notabilities	179, 183
		Local Funds	33, 182
		Major Port Trust and Port Funds	182
		Municipalities	182
		M	
		Madras Military Assistant Surgeons' Fund	102
		Madras Perpetual Loans	101
		Main Division of Accounts	2
		Medical	52, 68
		Military Engineer Services Provident Fund	109
		Mint	53, 71
		Mint Profit Account	160, 161
		Mint Remittances	192
		Miscellaneous	7, 38, 42 54 74, 150 172, 178
		Miscellaneous adjustments between Central and Provincial Govern- ments	75
		Miscellaneous Capital Account outside the Revenue Account	79
		Miscellaneous Departments	53, 76
H			
Heads of Provinces	63		
Hindu Family Annuity Fund	109		
House building Advances	185, 186, 187		
I			
Imperial Institute of Agricultural Re- search, Transfer of	85		
Important variations from Budget Es- timates	9		
Increases of Expenditure	10, 11		
Increases of Revenue	10		
Indian Civil Service Family Pension Fund	102, 173		
Indian Civil Service (Non-European Members) Provident Fund	108		
Indian Civil Service Provident Fund	108		
Indian Military Service Family Pen- sion Fund	102, 173		
Indian Military Widows and Orphans' Fund	102, 173		
Indian Ordnance Department Provident Fund	109		
Indian Postal Orders	106		
Indian Railway Conference Associa- tion Employees' Provident Fund	110		
Indian Research Fund	133		
Indian States Certificates	104		
Industries	52, 69		
Initial Expenditure on New Capital at Delhi	79, 86		
Interest	50, 61		
Interest on works for which Capital Accounts are kept	59		
Interest-free Loans	90		
Interest on Debt and other Obliga- tions	30, 61		
Introductory	2, 91		
Investments from Cash Balance	172		
Irrigation	48, 59		

M—concl'd.		PAGES	P—concl'd		PAGES
Miscellaneous Loans and Advances		184	Post Office Certificates		6,21,104
Miscellaneous Provident Funds		109	Post Office Defence Savings Bank Deposits		103
Miscellaneous Remittances		190	Post Office Defence Savings Certificates Bonus Fund		121
Miscellaneous Railway Expenditure		59	Post Office Savings Bank Deposits		6,103
Miscellaneous Railway Receipts		48	Posts and Telegraphs		38,49,00
Money Orders		189	Posts and Telegraphs—Capital Account		60,79
N			Posts and Telegraphs Cash Balances		176
Navigation Embankment and Drainage Works		48, 60	Posts and Telegraphs Deposits		135
Navy Bills Receivable		153	Post Office Five Year Cash Certificates		104
New Capital at Delhi, Initial Expenditure on		79,86	Posts and Telegraphs, General statement of financial results of		20
Nickel Coinage Account		160	Posts and Telegraphs Remittances		190,192
Non-voted and Voted expenditure, Statement showing distribution of		44	Posts and Telegraphs Renewals Reserve Fund		6, 115
Non-Civil Department Advances		187	Post and Telegraphs—Revenue Account		60
Northern India Salt Revenue—Renewals Reserve Fund		115	Posts and Telegraphs Suspense		170
O			Post Office Ten Year Defence Savings Certificates		104
Objection Book Advances		147, 149	Post Office Twelve Year National Savings Certificates		104
Objection Book Suspense		164, 168	Post War Reconstruction Fund		143
Opening Balance		838,203	Principal Heads of Revenue		4, 39,44
Opium		45,57	Principal sources of funds		205
Other Accounts		6,7 109, 139	Productive works		23
Other Advances		147, 185	Profits from circulation of Nickel, Bronze, and Copper coins		170
Other Deposits		6,7,116, 135	Provident Funds—		
Other Deposits Accounts		118,124	Contributory (Transferred Railway Personnel) Provident Fund		106
Other Miscellaneous, Provident Funds		109	Contributory		106
Other Reserve Funds		6	Defence Savings		106
Other Revenue Expenditure financed from Ordinary Revenue		60	Defence Services Officer's		103
Other Suspense Accounts		7,168	Eastern Group Sleeper Control		110
Other Taxes and Duties		17,58	General		106
Overpayment on Money Orders		150	Indian Civil Service		106
P			Indian Civil Service (Non European Members)		106
Panth Piploa Reserve Fund		123	Indian Ordnance Department		106
Panth Piploa Reserve Fund Investment Account		123	Military Engineer Services		106
Passage Advances		185, 186, 187	Other Miscellaneous		106
Payments of Commuted value of Pensions		79,86	Indian Railway Conference Association Employees'		110
Payments to Crown Representatives		66	Provident Institution, State Railways		106
Payments to Reserve Bank of India under Section 46 of the Reserve Bank of India Act		86	Provident Societies Liquidation Accounts		134
Payment made to the Reserve Bank for loss of currency due to enemy action		178	Provincial Excise		45,57
Permanent Advances		146, 151, 153	Public Debt		5,38,96, 200
Permanent Debt		5,24,96,200	Public Health		52,68
Personal Deposits		131	Public Works Deposits		132
Pilot Service		51,65	Public Works Remittances		190
Police		51,65	Purchases and Sales of Silver		7,174
Political Agents' Deposits		132	Purchase of Indian Municipal, etc stock		172
Ports and Pilotage		51,65	Purchase of India Stock, Premium		172
Postal Insurance and Life Annuity Fund		109	Purchase of reserve stock of tear smoke equipment		170
Post Office Cash Certificate Bonus Fund		6,121	Q		
			Quaternary Coinage Account		159,161
			Quaternary Rupee coin balances		162
			Quaternary Rupee Remittances		190,192

219

S—concl'd	PAGES	T—concl'd	PAGES
State Railway Cash Balances	176	Transfer to Railway Reserve Fund .	59
State Railway Deposits	138	Treasury Notes	102
State Railway Provident Institution	108	Tribal Arcas	66
State Railways worked by Companies and Indian States	84	Troops Amenities Fund . . .	137
State Railways worked by the State	83	Trunk call Deposits	136
Stationery and Printing	54,73	Trust Interest Accounts	135,137
Steel Deposits	132	Trust Interest Account—Railways	138
Sterling Debt	24,27,99	Trust Interest Fund	132
Sterling Family Pension Funds	172	Transactions connected with the War, 1939	7,144,177
Subsidised Companies	48,59	Transactions connected with Burma notes	174
Subventions from Central Road Fund	141	U	
Sugar Excise Fund ..	7,122	Unclaimed Provident Fund Deposits	133,135
Sugar (Temporary Excise) Fund	7,122	Unclaimed Savings Bank Deposits of less than Rs 2	136
Summary of general financial position	34	Unfunded Debt	6,24,28
Summary of Receipts and Disburse- ments by major heads	200		101, 200
Summary of Revenue and Expenditure by major heads	38	Unproductive Works	23
Summary of the transactions of the year under report	4	V	
Superannuation Allowances and Pen- sions	73	Value of one rupee notes issued	170
Superior Services (India) Family Pen- sion Fund (Transferred)	173	Variations from Budget Estimates— Important	9
Supply Department Deposits	132	Veterinary	52, 69
Suspense	7,164,202	Village Collection Savings Account	118
Suspense Accounts	164,172	Vizagapatam Port.—Capital Outlay on	79
Suspense—Posts and Telegraphs	170	Voted and Non-voted expenditure,— Statement showing distribution of	43
Suspense—Railways	171	W	
T		War,—Expenditure connected with	76
Taxes on Income other than Corpora- tion Tax	44,56	War Injuries Compensation Insurance Fund	145
Technical Trainees' Benefit Fund	110	War—Receipts connected with	55
Trade Charges Money Orders	170	War Risks (Goods) Insurance Fund	145
Transfer between Officers of Military Engineer Services	190,192	War Risks (Factories) Insurance Fund	145
Transfers between Public Works Offi- cers	190	Works	54, 72
Transfer between Supply Accounts Officers	190,192		
Transfer between Railways	197		
Transfer of cash between England and India	8,198		